

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**For the fiscal year ended
June 30, 2012**



Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date JAN 09 2013

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

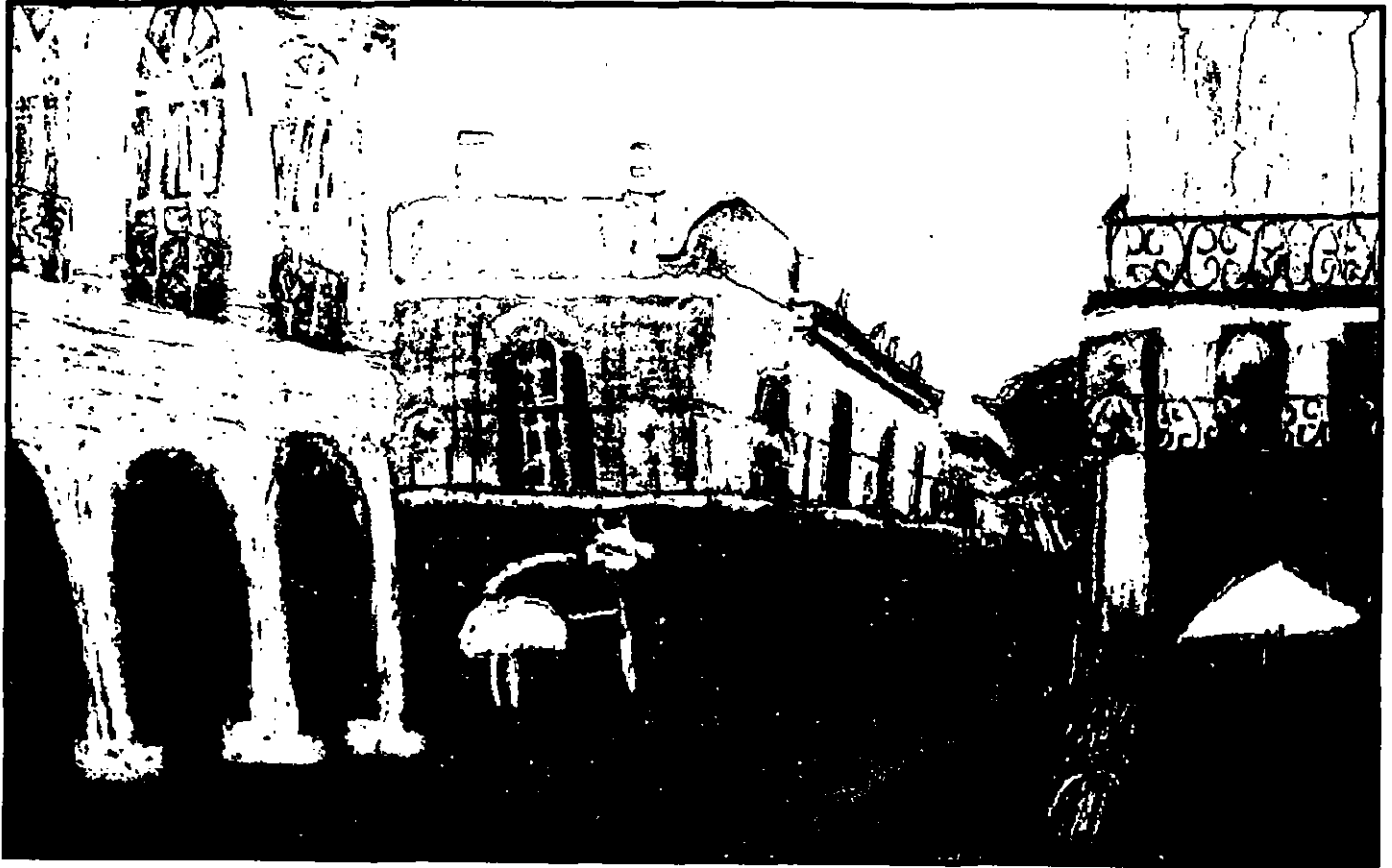
FRONT COVER
"Streetcar Dream"

by Elizabeth Carrone
Fontainebleau Jr. High School - 8th Grade
Teacher: Adair Watkins

**ST. TAMMANY PARISH
SCHOOL BOARD
Covington, Louisiana**

***COMPREHENSIVE*
ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended
June 30, 2012**

**Prepared by:
DEPARTMENT OF BUSINESS AFFAIRS
Terri Fortenberry, CPA, Director of Business Affairs**



"French Quarter Corner"
Cali Navarro - Grade 8
Adair Watkins - Teacher
Fontainebleau High School

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W. L. "Trey" Folse, III
Superintendent

District	Board Members
4	Stephen J. "Jack" Loup, III, President
15	Mary K. Bellisario, Vice President
1	Neal M. Hennegan
2	Elizabeth B. Helritz
3	Michael J. Dimann
5	Charles T. Harrell
6	Rodanne V. Tipton
7	Willie B. Jeter
8	Peggy H. Seeley
9	Robin P. Mullett
10	Ronald "Ron" Bettencourt
11	Robert R. "Bob" Womack
12	James "Ronnie" Panku, Sr.
13	John C. Lamarque
14	Ray A. Alfred

December 1, 2012

**The Members of the
St. Tammany Parish School Board
And The Citizens of St. Tammany Parish
Covington, Louisiana**

The comprehensive annual financial report of the St. Tammany Parish School Board for the fiscal year ended June 30, 2012, is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the School Board. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the School Board. All disclosures necessary to enable the reader to gain an understanding of the School Board's financial activities have been included.

LaPorte, A Professional Accounting Corporation has issued an unqualified (clean) opinion on the St. Tammany Parish School Board's financial statements for the year ended June 30, 2012. The independent auditors' report is located at the front of the financial section of the report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

The School Board is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act, as amended, and U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. Information related to this single audit, including the Schedule of Expenditures of Federal Awards, findings and recommendations, and the Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* and the Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control over Compliance in Accordance with OMB Circular A-133, are included in the Single Audit section of this report.

This report includes all funds and activities for which the School Board exercises financial accountability. The School Board is a legislative body authorized to govern the public education system of St. Tammany Parish, Louisiana. A fifteen-member board governs the School System with each member serving a concurrent four-year term. The current board's term will expire in 2014.

Learning to Last a Lifetime.®

PROFILE OF SCHOOL BOARD

It is the responsibility of the School Board to make public education available to the residents of St. Tammany Parish, including instructional personnel, instructional facilities, administrative support, business services, operation and maintenance and bus transportation. The School Board provides a full range of public education services appropriate to grade levels ranging from pre-kindergarten through grade 12. These include regular and enriched academic education, special education for handicapped children and vocational education. The school system has a current enrollment of 37,508 which includes 1,353 pre-kindergarten students.

The School Board is authorized to establish public schools as it deems necessary, to provide adequate school facilities for the children of the parish, to determine the number of teachers to be employed and to determine the local supplement to their salaries. Accordingly, since the School Board members are elected by the public and have decision-making authority, the power to designate management, the ability to significantly influence operations and primary accountability for financial matters, the School Board is not included in any other governmental reporting entity. See footnote A for more information.

ECONOMIC CONDITION AND OUTLOOK

St. Tammany Parish is one of the southeastern parishes (counties) of Louisiana and covers an area of 1,141 square miles. St. Tammany Parish is located directly north of New Orleans on the north shore of Lake Pontchartrain. The Parish's population and economic base continues to expand. The population for St. Tammany Parish is estimated at 237,000.

The economy of St. Tammany Parish is primarily residential, which has brought an influx of retail and service establishments, offices and shopping centers. However, there is a unique blend of residents employed in a variety of diverse industries ranging from agriculture to space-aged technology. St. Tammany Parish's transportation accessibility, low business costs, availability of labor, low crime rate, and first-rate medical facilities encourage continued growth.

The St. Tammany Composite Growth Index slowed slightly during the 2011-2012 year. Commercial building permits and employment were down by 25.1% and .7%, respectively, as compared to 2010-2011, while electric customer count, single-family building permits, and Parish total sales were up by .9%, 13.7%, and 4.9%, respectively, as compared to 2010-2011. The unemployment rate in our Parish is lower than the average for the state and the nation. Single-family building permits issued are greater than the national average. Although at a slower pace, the economy in the Parish continues to expand.

LONG-TERM FINANCIAL PLANNING

The Fund Balance of General Fund (13 percent of revenues and expenditures) is slightly below the School Board policy guidelines of 15% of expenditures. The School Board continues to cut expenditures and to eliminate employees through attrition. Budget reductions in 2012-2013 were approximately \$7 million in salaries and benefits alone. Our General Fund continues to be strained as a result of increased costs of state retirement system contributions and employee health insurance benefits. The School Board continues to have student growth with declines in state and federal funding.

The School Board has restructured expenditures to utilize existing federal and state funding efficiently. We continue to monitor expenditures and to evaluate all employment positions as employees retire. We expect to have continued student growth in the future and are hopeful that we will see growth in our local revenue sources. St. Tammany Parish continues to grow and prosper, so our local revenues should continue to grow over time.

MAJOR INITIATIVES

In 2005-2006, the School Board began work on some new educational initiatives. These initiatives are designed to continue moving our schools towards higher achievement and expand on safety in our schools.

Some of the programs started in 2005-2006 and continuing through 2011-2012 are the School Board's implementation of the guaranteed curriculum, increased elementary planning time, safe and caring schools, and higher pay for our teachers. The cost of these programs is relatively low when compared to the positive impact that is expected from these programs.

The School Board also started an energy conservation effort throughout the District. By educating our employees on the need to conserve energy and presenting them with ways to do so, the School Board has saved a significant amount of money spent on heating, cooling and lighting. Thus far, the amount saved on utilities exceeds \$10.9 million. The school safety plan and technology initiative were funded by a bond issue passed by the voters in March 2008. In the past three years, the School Board and its facilities received several distinguished awards and recognitions, such as 2010 Grand Prize Magna Award Winner for our efforts in energy conservation, Named Top 100 School Systems by Money Magazine, 7 schools named National Schools of Excellence by the U.S. Department of Education, SchoolWatch What Parents Want Award Winner, Food Service Selected 27 schools for National Awards by U.S. Department of Agriculture and National Food Service Association, 14 Teachers chosen for Presidential Awards for Excellence in Mathematics and Science Teaching by National Science Foundation, Energy Milestone Award, and Energy Star-Leader Certificate Recipient. Our school system was given an A letter grade by the Louisiana Department of Education as a result of our academic performance for the 2011-2012 school year.

The School Board continues to make progress on its major capital expansion programs of its existing school facilities. This expansion program started in 1996 and continues today. The School Board will have spent in excess of \$450 million on this initiative and an additional \$30 million is planned for the next two years.

This expansion project has enabled the School Board to reduce the student/teacher ratio for all classrooms. The majority of pre-kindergarten through third grade classrooms have on average no more than 20 students per classroom.

Student/teacher ratios are just one piece of the puzzle when it comes to achieving higher levels of success through student achievement. The School Board has over time become a magnet for attracting highly skilled, experienced, certified teachers and administrators. Virtually all of the School Board's nearly 2,580 full-time teachers are certificated and more than 40 percent of our teachers hold an advanced level degree. 66 percent of our teachers have more than 10 years teaching experience and all of our principals and assistant principals hold both a masters degree and teacher certification.

The school system has experienced significant gains in student achievement levels by lowering the student teacher ratios across the board, retaining more qualified teachers and administrators, and dedicating our staff to reach higher goals. St. Tammany Parish School Board was ranked the number one District in the State of Louisiana for District Performance Scores (DPS) from 2003-2005 and continues to be consistently in the top 4 in the state.

Currently, the Southern Association of Colleges and Schools (SACS) have accredited all schools within the St. Tammany Parish School District. The St. Tammany Parish School System became the first school district in Louisiana to earn "district-wide" accreditation in 2005 and continues to be one of only a few in the nation to have such accreditation. The school system received reaccreditation in 2010.

Not all of our successes can be attributed to our staff and teachers though. The School Boards Parent Involvement Program is utilized in every school in the system. The goal of this program is to involve parents in the child's education in whatever capacity the parents offer (first aid assistant, library aide, classroom tutor, parenting workshop, etc.). Each year, our parent volunteers donate the equivalent of millions of dollars in volunteer hours.

FINANCIAL INFORMATION

Internal Controls. Management of the School Board is responsible for establishing and maintaining internal controls designed to ensure that the assets of the School Board are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. Internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Single Audit. As a recipient of federal, state and local financial assistance, the School Board also is responsible for ensuring that adequate internal controls are in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management.

As a part of the School Board's single audit, tests are made to determine the adequacy of internal controls, including that portion related to federal programs, as well as to determine that the School Board has complied with applicable laws and regulations. The results of the School Board's single audit for the fiscal year ended June 30, 2012 provided no instances of material weaknesses in internal controls. The report for this year is located on pages 132 - 142.

Budgeting Controls. In addition, the School Board maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with the annual appropriated budgets, including all subsequent amendments, approved by the School Board. Activities of the General Fund, major Special Revenue Funds, Debt Service Funds, and Capital Projects Funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot exceed the appropriated amount) is established at the function or project level within the individual funds. The School Board also maintains an encumbrance accounting system as one technique of accomplishing budgetary control throughout the year. Encumbered amounts in all funds lapse at year-end; however, encumbrances generally are reappropriated as part of the next year's budget.

As demonstrated by the statements and schedules included in the financial section of this report, the School Board continues to meet its responsibility for sound financial management.

Debt Administration. At June 30, 2012 the School Board had a number of debt issues outstanding, totaling \$230.5 million. Not included in the School Board's long-term debt are \$86 million in defeased debt. The Notes to the Financial Statements contain more detailed information on these bonds.

OTHER INFORMATION

Independent Audit. State statutes require an annual audit by independent certified public accountants. The accounting and auditing firm of LaPorte, A Professional Accounting Corporation performed the fiscal year 2012 audit. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the federal Single Audit Act, as amended and related OMB Circular A-133. The independent auditors' report on the financial statements is included in the financial section of this report. The independent auditors' reports related specifically to the Single Audit Act are included in the Single Audit Section which begins on page 132.

Awards. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the St. Tammany Parish School Board for its comprehensive annual financial report for the fiscal year ended June 30, 2011.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

The St. Tammany Parish School Board was also awarded a Certificate of Excellence in Financial Reporting for its comprehensive annual financial report for the fiscal year ended June 30, 2011 by the Association of School Business Officials, International (ASBO).

The award certifies that the school system has presented its comprehensive annual financial report to the ASBO Panel of Review for critical review and evaluation and that the report was judged to have complied with the principles and practices of financial reporting recognized by ASBO. Receiving the award is recognition that the school system has met the highest standards of excellence in school financial reporting.

Both a Certificate of Achievement (GFOA) and a Certificate of Excellence (ASBO) are valid for a period of one year only. The St. Tammany Parish School Board has received both certificates for the last nineteen consecutive years. We believe our current comprehensive annual financial report continues to conform to the program requirements of both organizations and we are submitting it to GFOA and ASBO to determine its eligibility for each of the certificates.


Acknowledgements. The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the Business Affairs Department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report. In addition, our gratitude is extended to the Arts Department for their valuable assistance in the design of this report and to the students whose art is displayed throughout the report.

In closing, without the leadership and support of the Members of the School Board, both individually and collectively, preparation of this report would not have been possible.

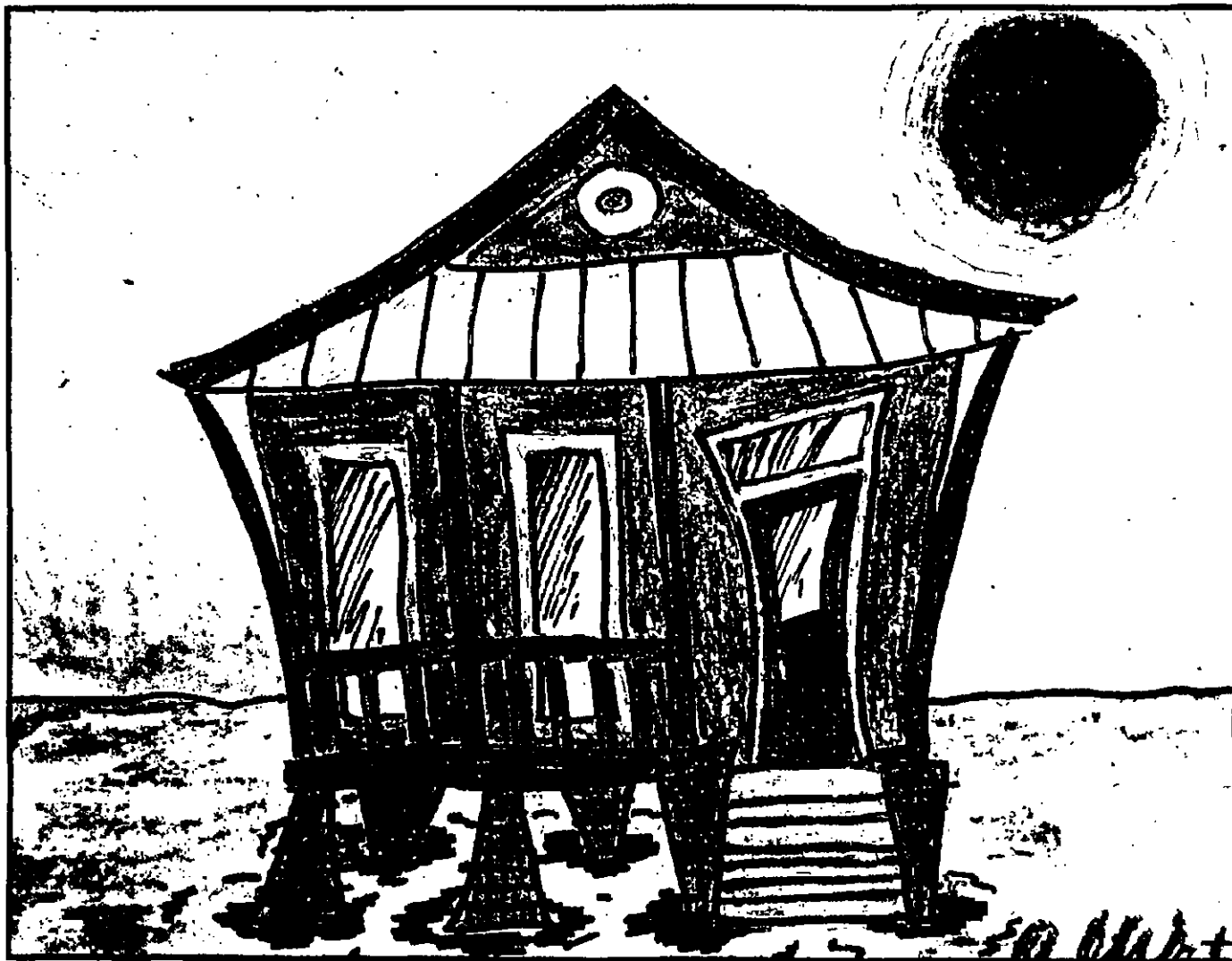
Respectfully submitted,



William L. "Trey" Folse, III
Superintendent



Terri Fortenberry, CPA
Director of Business Affairs



"Purple House"
Andrew White - Grade 11
Shelley Hickman - Teacher
Covington High School

Certificate of Achievement for Excellence in Financial Reporting

Presented to

St. Tammany Parish School
Board, Louisiana

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2011

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Christopher P. Morrell

President

Jeffrey R. Enner

Executive Director

Association of School Business Officials International



*The Certificate of Excellence in Financial Reporting Award
is presented to*

St. Tammany Parish School Board

*For Its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2011*

The CAFR has been reviewed and met or exceeded
ASBO International's Certificate of Excellence standards

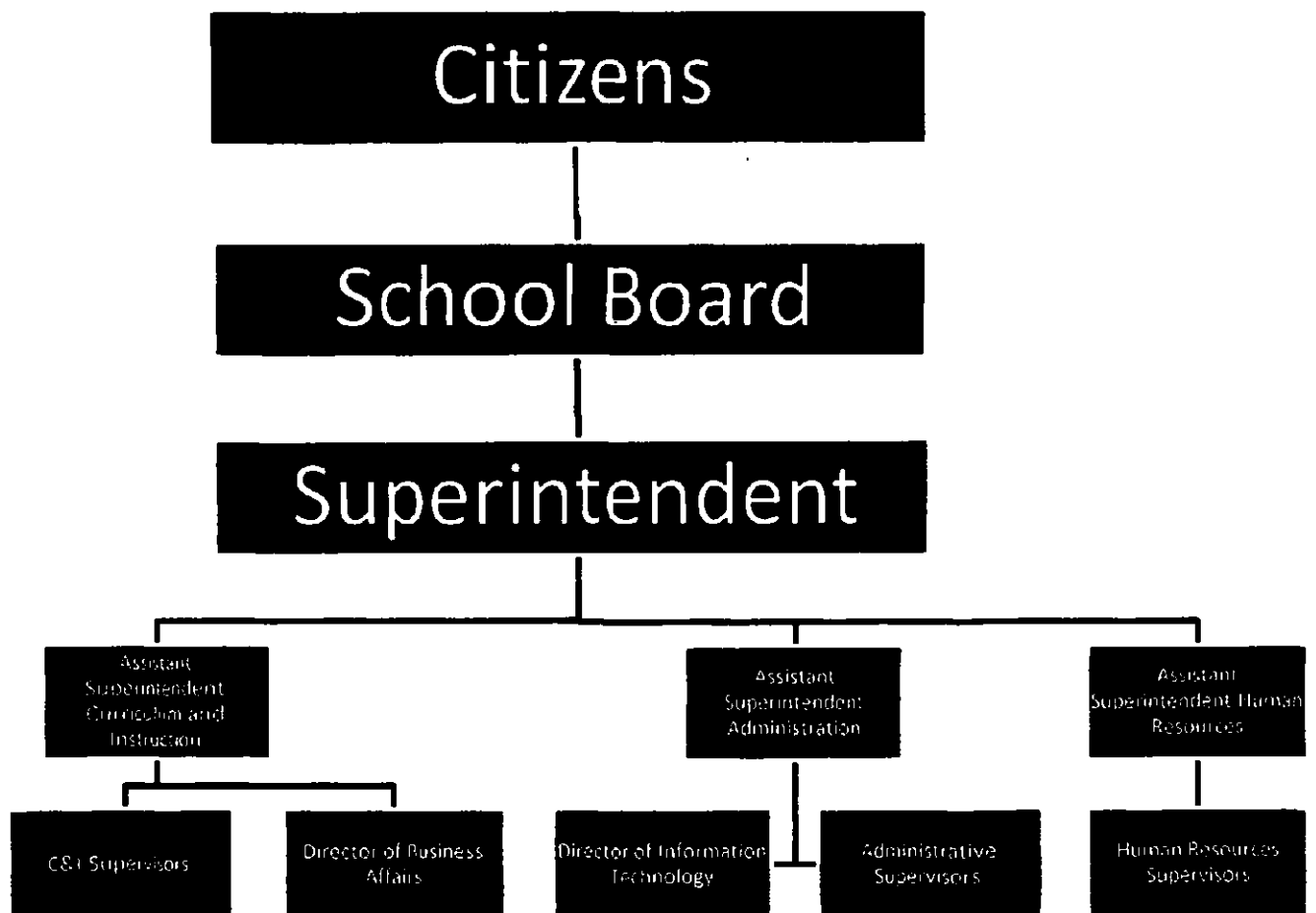


Brian L. Mee, SFO, RSBA
President

John D. Musso, CAE, RSBA
Executive Director



St. Tammany Parish Public School System



St. Tammany Parish School Board

Principal Officials

School Board Members

Stephen J. "Jack" Loup, III	<i>- President</i>	District 4
Mary K. Bellisario	<i>- Vice-President</i>	District 15
Neal M. Hennegan		District 1
Elizabeth B. Heintz		District 2
Michael J. Dirmann		District 3
Charles T. Harrell		District 5
Roanne V. Tipton		District 6
Willie B. Jeter		District 7
Peggy H. Seeley		District 8
Robin P. Mullett		District 9
Ronald "Ron" L. Bettencourt		District 10
Robert R. "Bob" Womack		District 11
James "Ronnie" Panks, Sr.		District 12
John C. Lamarque		District 13
Ray A. Alfred		District 14

Administrative Officials

William "Trey" Folse, III, *Superintendent*
Cheryl Arabie, *Asst. Superintendent-Curriculum & Instruction*
William B. Brady, *Asst. Superintendent-Administration*
Peter J. Jabbia, *Asst. Superintendent-Human Resources*
Terri Fortenberry, CPA, *Director of Business Affairs*
Louis Boullion, *Director of Information Technology*



"Louisiana Swamp"
Maggie Borstel - Grade 5
Barbara Dooley - Teacher
Lancaster Elementary

Independent Auditor's Report

To the Members of the
St. Tammany Parish School Board
Covington, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the St. Tammany Parish School Board (the School Board) as of and for the year ended June 30, 2012, which collectively comprise the School Board's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the St. Tammany Parish School Board's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the St. Tammany Parish School Board, as of June 30, 2012, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 1, 2012, on our consideration of the St. Tammany Parish School Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

NEW ORLEANS HOUSTON BATON ROUGE COVINGTON

An Independently Owned Member, McGladrey Alliance

The McGladrey Alliance is a premier affiliation of independent accounting and consulting firms. The McGladrey Alliance member firms maintain their name, autonomy and independence and are responsible for their own client fee arrangements, delivery of services and maintenance of client relationships.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison schedules for the general fund and major special revenue funds, and the other required supplementary information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the St. Tammany Parish School Board's financial statements. The combining and individual non-major fund financial statements, internal service fund financial statements, fiduciary fund financial statements, and the schedule of expenditures of federal awards, as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* (Circular A-133), are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements, internal service fund financial statements, fiduciary fund financial statements, and the schedule of expenditures of federal awards, as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* (Circular A-133), are fairly stated in all material respects in relation to the financial statements as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the St. Tammany Parish School Board's financial statements. The introductory section and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.



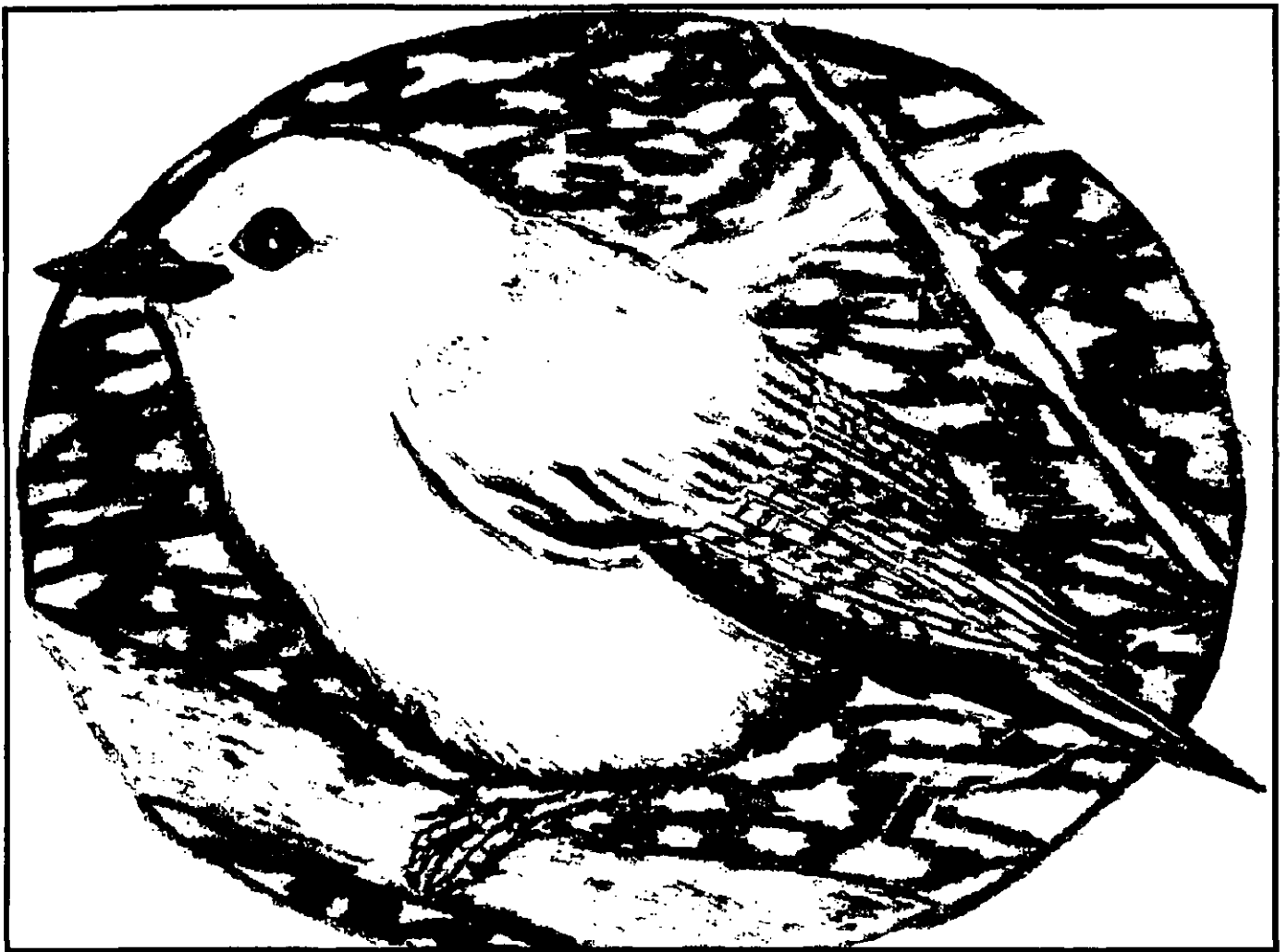
A Professional Accounting Corporation

December 1, 2012

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**REQUIRED SUPPLEMENTARY
INFORMATION**

**MANAGEMENT'S DISCUSSION
AND ANALYSIS (MD&A)**



"Warbler"
Aiden Ferrell - Grade 5
Barbara Dooley - Teacher
Lake Harbor Middle

ST. TAMMANY PARISH SCHOOL BOARD COVINGTON, LOUISIANA

Management's Discussion and Analysis

As management of the St. Tammany Parish School Board (the School Board), we offer readers of the St. Tammany Parish School Board's financial statements this narrative overview and analysis of the financial activities of the School Board for the fiscal year ended June 30, 2012. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages v - x and the School Board's financial statements, which begin on page 1.

FINANCIAL HIGHLIGHTS

The financial highlights for the St. Tammany Parish School Board for fiscal year ended June 30, 2012 were:

- The School Board's General Fund expended \$364.7 million dollars on a budgetary basis in fiscal year ended June 30, 2012 on education for St. Tammany Parish. Over 75 percent of the expenditures were spent on instructional and support programs and 13 percent spent on administration and operation/ maintenance of schools.
- Beginning certified teachers' salary for 2012 was \$44,284.
- The School Board's General Fund revenues on a budgetary basis for fiscal year ending June 30, 2012 were approximately \$362 million. The largest single sources of non-federal funds were from the State of Louisiana Minimum Foundation Program (\$199.7 million), sales and use tax (\$77.9 million) and ad valorem taxes (\$76.2 million).
- The net assets of the St. Tammany Parish School Board exceeded its liabilities at the close of the year by \$164 million down from \$191.9 in 2011.
- The St. Tammany Parish School Board's net assets decreased by \$27.9 million. The majority of this decrease was caused by increases in state retirement contributions and health insurance costs and an increase in the liability for postemployment benefits of \$32.4 million. Some of these increases were offset by increases in ad valorem taxes of \$2 million, increase in sales taxes of \$2.7 million, and increase in state funding through the Minimum Foundation Program of \$6.4 million. Expenses by function for 2012 were \$2.5 million more when compared to 2011.
- The School Board's governmental funds reported combined ending fund balances of \$130.3 million, a decrease of \$22 million in comparison of prior year. Increase in property values in St. Tammany Parish increased revenue received from ad valorem taxes and revenues received per student were increased in 2012. Sales taxes in the parish also increased with the improvements in the economy. Mandated increases in the employer contributions to the state retirement systems accounted for an increase in program expenditures.
- The School Board expended approximately \$22 million on capital projects in 2011-12. The majority of these expenditures were on construction of additional classrooms and renovations to existing schools and support facilities. Also, disaster recovery expenditures continued on existing facilities.
- The School Board's General Fund on a budgetary basis had a decrease of \$5.7 million in fund balance.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Management's Discussion and Analysis

- The School Board was authorized to issue \$167 million in new debt in March of 2008. The first issue of these bonds was completed in July 2008 for \$67 million. The second issue of these bonds was completed in May 2009 for \$20 million. The third issue of these bonds was completed in March 2010 for \$25 million. The fourth issue of these bonds was completed in January 2011 for \$20 million. The fifth issue of these bonds was completed in August 2011 for \$10 million. The School Board was authorized to issue \$5,000,000 in Qualified School Construction Bonds in December 2009. As of June 30, 2012, the School Board had \$230.5 million in bonds outstanding.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the St. Tammany Parish School Board's basic financial statements. The St. Tammany Parish School Board's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statement themselves.

Government-wide financial statements include the Statement of Net Assets and the Statement of Activities (on pages 14 and 15, respectively); they provide information about the financial position of the School Board as a whole and present a longer-term view of the School Board's finances. Fund financial statements start on page 16. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the School Board's operations in more detail than the government-wide statements by providing information about the School Board's most significant funds. The fiduciary fund statements provide financial information about activities for which the School Board acts solely as a trustee or agent for the benefit of those outside of the government.

Our auditor has provided assurance in their independent auditors' report, located immediately preceding this management discussion and analysis (MD&A), that the Basic Financial Statements are fairly stated. The auditor has also provided varying degrees of assurance regarding the required supplementary information and other supplementary information. A user of this report should read the independent auditor's report carefully to ascertain the level of assurance being provided for each of the other parts in the financial statements.

Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 24 - 61 of this report.

Other information

The combining statements referred to earlier in connection with non-major governmental funds and internal service funds are presented following the notes to the financial statements. Combining and individual fund statements and schedules can be found on pages 68 - 92 of this report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Management's Discussion and Analysis

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Our analysis of the School Board as a whole begins on page 14. One of the most important questions asked about the School Board's finances is, "Is the School Board as a whole better off or worse off as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities report information about the School Board as a whole and about activities in a way that helps answer the question. These statements include *all* assets and liabilities using the *accrual basis of accounting*, which is similar to the accounting used by most private-sector companies. All of the year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the School Board's *net assets* and changes in them. You can think of the School Board's net assets (the difference between assets and liabilities) as one way to measure the School Board's financial health, or *financial position*. Over time, *increases or decreases* in the School Board's net assets are one indicator of whether its *financial health* is improving or deteriorating. You will need to consider other nonfinancial factors, however, such as changes in the School Board's property tax base and the condition of the Schools, to assess the *overall financial health* of the School Board.

In 2011-12, the School Board's financial position decreased with its net assets decreasing \$27.9 million from \$191.9 million in 2010-11 to \$164 million. \$46.5 million of the School Board's net assets is restricted for debt service, construction, and food service leaving a deficit of \$121.6 million in unrestricted net assets.

In the Statement of Net Assets and the Statement of Activities, the School Board can be divided into two kinds of activities:

Governmental Activities - Most of the School Board's basic services are reported here, including instruction, plant services, transportation, and food services. Property taxes, sales and use taxes, Minimum Foundation Program ("MFP") Funds, and state and federal grants finance most of these activities. In the internal service funds, the School Board charges fees to departments to help cover the costs of certain services it provides by being self insured. The School Board's general liability, workers' compensation, and health insurance programs are accounted for here.

Business-Type Activities - Business-type activities are those activities which are conducted by the School Board whereas the fees/charges for those services provided are intended to be sufficient to realize a profit. The School Board did not have any such activities.

Our analysis below focuses on the net assets (Table 1) and changes in net assets (Table 2) of the School Board's governmental activities.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Management's Discussion and Analysis

**TABLE 1
SUMMARY OF NET ASSETS
(in Thousands)**

	Governmental Activities	
	2012	2011
Assets		
Current and Other Assets	\$ 171,043	\$ 193,578
Capital Assets	472,461	465,204
Total Assets	643,504	658,782
Liabilities		
Long-Term Debt Outstanding	430,055	440,307
Other Liabilities	49,425	26,600
Total Liabilities	479,480	466,907
Net Assets		
Invested in Capital Assets, Net of Related Debt	239,102	256,898
Restricted	46,523	62,146
Unrestricted	(121,601)	(127,169)
Total Net Assets	\$ 164,024	\$ 191,875

By far the largest portion of the School Board's net assets (146 percent) reflects its investment in capital assets (e.g. land, buildings, machinery, and equipment), less any related debt used to acquire those assets that are still outstanding. The School Board uses these capital assets to provide services to the public; consequently, these assets are not available for future spending. Although, the School Board's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The restricted net assets (28 percent) represent resources to be used to pay the remaining amount of outstanding debt, restricted resources for construction projects, and restricted resources for food service programs. The remaining balance of unrestricted net assets, a deficit balance of \$121.6 million, may be used to meet the School Board's ongoing obligations to the public and creditors.

At the end of June 30, 2012 and 2011, the School Board was not able to report positive balances in unrestricted net assets. Increases in the liability for postemployment benefits, increases in salaries, and increases in the employer contribution rates for the state retirement systems contributed to the deficit in unrestricted net assets.

The School Board's net assets decreased by \$27.9 million. The majority of this decrease was caused by increases in state retirement contributions and an increase in the liability for post-employment benefits of \$32.4 million. Some of these increases were offset by increases in ad valorem taxes of \$2 million, increase in sales and use taxes of \$2.7 million, and increase in state funding through the Minimum Foundation Program of \$6.4 million. Expenses by function for 2012 were \$2.5 million more when compared to 2011.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Management's Discussion and Analysis

**TABLE 2
SUMMARY OF CHANGES IN NET ASSETS
(in Thousands)**

Revenues increased 6.5 percent or approximately \$24.4 million. The revenue increase was a result of increases in ad valorem taxes as property values increased, sales tax increases as a result of improvement in economy, and increase in state equalization (MFP) funding as a result of increase in students for year.

	Governmental Activities	
	2012	2011
Revenues		
Program Revenues:		
Charges for Services	\$ 4,617	\$ 4,430
Operating Grants and Contributions	38,257	52,093
Capital Grants and Contributions	15,140	4,348
General Revenues:		
Ad Valorem (Property) Taxes	108,331	106,307
Sales and Use Taxes	77,922	75,235
State Equalization (MFP)	205,142	198,769
Other General Revenues and Extraordinary and Special Items	5,873	4,040
Total Revenues	455,282	445,220
Program Expenses		
Regular Programs	163,155	164,315
Special Education Programs	77,210	89,269
Vocational Education	6,453	6,683
Other Instructional Programs	12,595	13,468
Special Programs	11,707	15,429
Pupil Support	28,365	23,189
Instructional Staff Support	18,488	19,292
General Administration	8,583	8,627
School Administration	26,086	26,487
Business Administration	2,906	3,172
Operation and Maintenance of Plant	43,508	27,381
Pupil Transportation	38,175	38,219
Central Services	7,327	7,949
Food Services	23,885	23,788
Community Services Programs	1,346	1,450
Interest on Long-Term Debt	12,343	11,894
Total Expenses	483,133	480,612
Deficiency of Revenues Under Expenditures	(27,851)	(35,392)
Special Item	-	(13,830)
Extraordinary Item	-	2,348
Total	-	(11,482)
Change in Net Assets	(27,851)	(46,874)
Beginning Net Assets	191,875	238,749
Ending Net Assets	\$ 164,024	\$ 191,875

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Management's Discussion and Analysis

Student enrollment had an increase from 37,112 students in 2011 to 37,508 students in 2012. MFP funding increased as a result of this growth.

Expenses increased 0.5 percent or approximately \$2.5 million in 2012. Salary and benefits costs account for nearly 91 percent of General Fund expenditures for the School Board. Most of the increase was caused by the increases in the employer contribution rate for the state retirement systems. Cost cutting measures were implemented in all expense categories for 2012 to offset some of this increase.

REPORTING THE SCHOOL BOARD'S MOST SIGNIFICANT FUNDS

The School Board uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The fund financial statements begin on page 16 and provide detailed information about the most significant funds - not the School Board as a whole. Some funds are required to be established by State law or by bond covenants. However, the School Board establishes other funds to help it control and manage financial resources for particular purposes or to demonstrate that it is meeting legal responsibilities for using certain taxes, grants, and other money.

The School Board's three types of funds - governmental, proprietary and fiduciary funds - use different accounting approaches.

Governmental Funds - most of the School Board's basic services are reported in the governmental funds, which focus on how money flows into and out of these funds and the balances left at year-end that are available for spending. These funds are reported using modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the School Board's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the School Board's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds in reconciliations on pages 17 and 19.

The School Board's governmental funds reported combined ending fund balances of \$130.3 million, a decrease of \$22 million (see Statements C & E) in comparison with the prior year. The component of this decrease is described below.

The General Fund balance was \$45.7 which was a decrease of \$5.7 million from 2011. General Fund expenditures before transfers and other financing uses for 2012 increased by 4.0 percent or \$14 million.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Management's Discussion and Analysis

General Fund revenue before transfers and other financing sources increased 2 percent or \$7.6 million. Operating expenditures increased mainly due to the increase in the employer contribution rate for the state retirement systems. These increases were offset by revenue increases. Revenues increased as a result of increases in the Minimum Foundation Program grant for 2012 and for increases in ad valorem taxes as a result of increased property values. Sales taxes also increased as a result of improvements in the area economy.

The Katrina Fund accounts for the revenue and expenditures relating to the recovery from Hurricane Katrina as well as the proceeds from the community disaster loan. Revenues from hurricane recovery grants increased in 2012 by approximately \$2.6 million or 97 percent. Expenditures relating to hurricane recovery and the utilization of the community disaster loan proceeds to pay salaries and benefits resulted in a decrease in expenditures of \$3.9 million or 24%. Disaster related projects are nearing completion, resulting in the decreases. All disaster related construction for this Fund was completed in fiscal year 2012.

The 2008 Construction Fund accounts for the expenditures of the \$167 million in general obligation bonds approved by voters to finance \$15 million in technology, \$2.1 million in security cameras, and \$149.9 million in capital improvements for new construction and improvements to existing facilities. Expenditures for capital projects in this fund decreased by approximately \$26.7 million, or 71 percent, in 2012. Projects relating to security cameras were substantially completed in 2010. Technology projects are ongoing but are also substantially complete. Construction projects related to this bond issue are ongoing for various school improvements but should be completed in 2013.

The Debt Service Fund account was established to meet the requirements of bond ordinances, is used to account for the accumulation of resources for and the payment of long-term debt principal, interest, and related costs. Revenues in this fund increased by \$.7 million, or 2.2%, over 2011. This increase was a result of increases in ad valorem taxes caused by increases in property values in 2012. Expenses in this fund increased by \$18.5 million or 60%. Increases in expenditures were a result of the advanced refunding of the Series 2004 General Obligation Bonds.

Proprietary Funds - When the School Board charges for the services it provides - whether to outside sources or to other units of the School Board - these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Assets and Statement of Activities. The School Board maintains three internal service (proprietary) funds. An internal service fund accumulates and allocates costs internally among the School Board's various functions

The School Board maintains separate internal service funds to account for its self-insured portion of its general liability, employee workers' compensation, and health insurance programs.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Management's Discussion and Analysis

Because the services provided in these funds benefit governmental rather than business-type functions, they have been included as governmental activities in the government-wide financial statements.

Fiduciary Funds - The School Board is trustee, or fiduciary, for its student activity funds that are under the control and administration of the Board. All of the School Board's fiduciary activities are reported in the Comparative Statement of Fiduciary Assets and Liabilities on page 23 of this section. These funds are not available to the School Board to finance its operations, and therefore not included in the government-wide financial statements. The School Board is responsible for ensuring that the assets reported by these funds are used for their intended purposes.

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget can be briefly summarized as follows:

\$2.1 million increase in projected revenues as follows:

- \$600,000 increase in minimum foundation program.
- \$2 million increase in sales tax.
- \$300,000 decrease in E-rate.
- \$200,000 decrease in Medicaid revenues as a result of decreased participation in Medicaid reimbursement programs.

\$12.9 million increase in projected expenditures as follows:

- \$11.4 million increase in teacher benefits and salaries.
- \$400,000 increase in day by day substitutes.
- \$1.6 million increase in property insurance.
- \$500,000 decrease in communications network.

Differences between the final amended budget and actual results can be briefly summarized as follows:

Revenues - \$1.6 million positive variance with Final Budget as follows:

- \$400,000 increase in sales tax.
- \$800,000 increase in ad valorem tax.
- \$180,000 increase in medical service revenues.
- \$220,000 increase in other local.

Expenditures - \$2.7 million positive variance with Final Budget as follows:

- \$2.7 million decrease in health insurance costs as a result of claim liabilities payable being lower than anticipated.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Management's Discussion and Analysis

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

As of June 30, 2012, the School Board invested in broad range of capital assets, including land, school facilities, and equipment totaling \$472.5 million. (See Table 3 below) There was a net increase in capital assets in 2012 of \$7.3 million. The School Board changed its capitalization policy effective July 1, 2008 from \$1,000 to \$5,000. This change was mandated by the Louisiana Department of Education. More detailed information of capital assets can be found in Note 5.

**TABLE 3
CAPITAL ASSETS AT YEAR-END
(Net of Depreciation, in Thousands)**

	Governmental Activities	
	2012	2011
Land	\$ 17,329	\$ 17,329
Land Improvements	7,238	7,080
Buildings and Improvements	420,191	381,519
Equipment	4,860	5,505
Construction in progress	22,843	73,771
Total	\$ 472,461	\$ 465,204

The construction projects for 2011-2012, were mainly for classroom additions and renovations throughout the Parish.

Long-Term Debt

As of June 30, 2012, the School Board had \$430 million in long-term debt outstanding an increase of \$15.3 million or 3.7 percent over the amount of June 30, 2011 - as shown in Table 4 on the following page.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Management's Discussion and Analysis

**TABLE 4
OUTSTANDING DEBT AT YEAR-END
(In Thousands)**

	Governmental Activities	
	2012	2011
General Obligation Bonds (backed by the School Board) plus Unamortized Premium	\$ 229,026	\$ 245,876
Qualified School Construction Bonds	4,333	4,667
Federal Disaster Loans	65,766	65,766
Other Post Employment Benefits	112,842	80,474
Compensated Absences	18,088	17,926
Totals	\$ 430,055	\$ 414,709

The School Board continued to pay down its outstanding debt issues and borrowed an additional \$10 million through issuance of general obligation bonds in 2011-12. This is the fifth installment in a series totaling \$167 million authorized.

The School Board's bond rating in 2011-12 was AA by *Standard & Poors*. The State constitution limits the amount of general obligation debt that the School Board can issue to 35 percent of the assessed value of all taxable property within the school district. The School Board's outstanding general obligation debt of \$229 million is significantly below the current \$517 million limit.

The School Board initiated a risk management program for general liability, workers' compensation and health insurance in prior years. The School Board purchases commercial insurance for claims in excess of coverage provided through its self-insurance funds. The School Board had \$16 million and \$16.5 million in claims and judgments outstanding for fiscal year ending June 30, 2012 and 2011, respectively. Other obligations include accrued vacation pay and sick leave. More detailed information about the School Board's long-term liabilities is presented in Notes 6, 7, and 8 to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS

The following are currently known St. Tammany Parish economic factors considered into the 2012-13 fiscal year:

- Sales taxes rate of growth is projected to continue with modest growth. St. Tammany Parish remains one of the wealthiest parishes in the State of Louisiana and the effects from Hurricane Katrina have reached a minimal level.
- The School Board's student attendance is expected to continue to increase for the next couple of years. Enrollment as of October 1, 2012 was 37,926 for an increase of students of 418 over October 1, 2011.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Management's Discussion and Analysis

- Retirement system contributions could increase significantly effective July 1, 2013. Teachers' Retirement System is proposing increases in the employer contribution rate from 24.5% to 27.2%. School Employees Retirement System is proposing increases in the employer contribution rate from 30.6% to 32.3%. This proposed increase in employer contributions is expected to cost the School Board an additional \$5.8 million for 2013.
- The School Board's fiscal year 2013 budget for capital projects is expected to decrease with the completion of many renovation projects which were part of the 2008 referendum.
- Projected ad valorem taxes for 2012-2013 indicate increases of approximately \$1.8 million due to increases in property values.
- Employees step increases were frozen for 2012-2013 school year. No across the board raises were granted.

All of these factors were considered in preparing the St. Tammany Parish School Board's budget for the 2012-13 fiscal year.

REQUESTS FOR INFORMATION

This financial report is designed to provide citizens, taxpayers, investors and creditors with a general overview of the School Board's finances and to show the School Board's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Ms. Terri Fortenberry, Director of Business Services at the St. Tammany Parish Public School System, P.O. Box 940, Covington, LA 70434-0940 or by calling (985) 898-3217 during regular business hours, Monday through Friday, from 8:30 a.m. to 4:30 p.m., Central Standard Time.



"Mother and Baby"
Dawsen Miller - Grade 6
Barbara Dooley - Teacher
Lake Harbor Middle

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

BASIC FINANCIAL STATEMENTS:

**GOVERNMENT-WIDE
FINANCIAL STATEMENTS (GWFS)**

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Statement A

**Statement of Net Assets
June 30, 2012**

	Governmental Activities
Assets	
Cash and Cash Equivalents	\$ 72,918,738
Investments	950,000
Receivables	
Taxes	
Ad Valorem	1,996,985
Sales and Use	13,830,441
Intergovernmental :	
Federal	2,593,514
State	179,179
Other Receivables	551,044
Prepaids	695,332
Inventory	300,512
Deferred Charges	2,086,474
Restricted Cash and Cash Equivalents	74,962,283
Capital Assets not being Depreciated	
Land	17,329,025
Construction in Progress	22,843,204
Capital Assets Net of Accumulated Depreciation	
Land Improvements	7,238,688
Buildings and Improvements	420,190,567
Furniture and Equipment	4,859,863
Total Assets	\$ 643,503,847
Liabilities	
Salaries and Wages Payable	\$ 14,456,698
Payroll Deductions and Withholdings Payable	688
Accounts Payable	2,425,960
Accrued Interest Payable	3,073,718
Retainages Payable	2,131,849
Other Liabilities	110,680
Long-Term Liabilities	
Due within One Year	
Bonds Payable	21,183,334
Compensated Absences	11,629,584
Claims and Judgments	10,276,561
Due in more than One Year	
Bond Payable Payable net of Unamortized Premium(Discount)	212,176,361
Community Disaster Loan Payable	65,768,018
Accrued Interest Payable	11,201,733
Compensated Absences	8,457,928
Claims and Judgments	5,747,792
Other Post Employment Benefits	112,841,454
Total Liabilities	\$ 479,480,156
Net Assets	
Invested in Capital Assets, Net of Related Debt	\$ 239,101,650
Restricted for:	
Debt Service	16,394,662
Construction	28,681,070
Food Service	1,446,784
Unrestricted	(121,600,475)
Total Net Assets	\$ 184,023,691

The accompanying notes are an integral part of these financial statements.

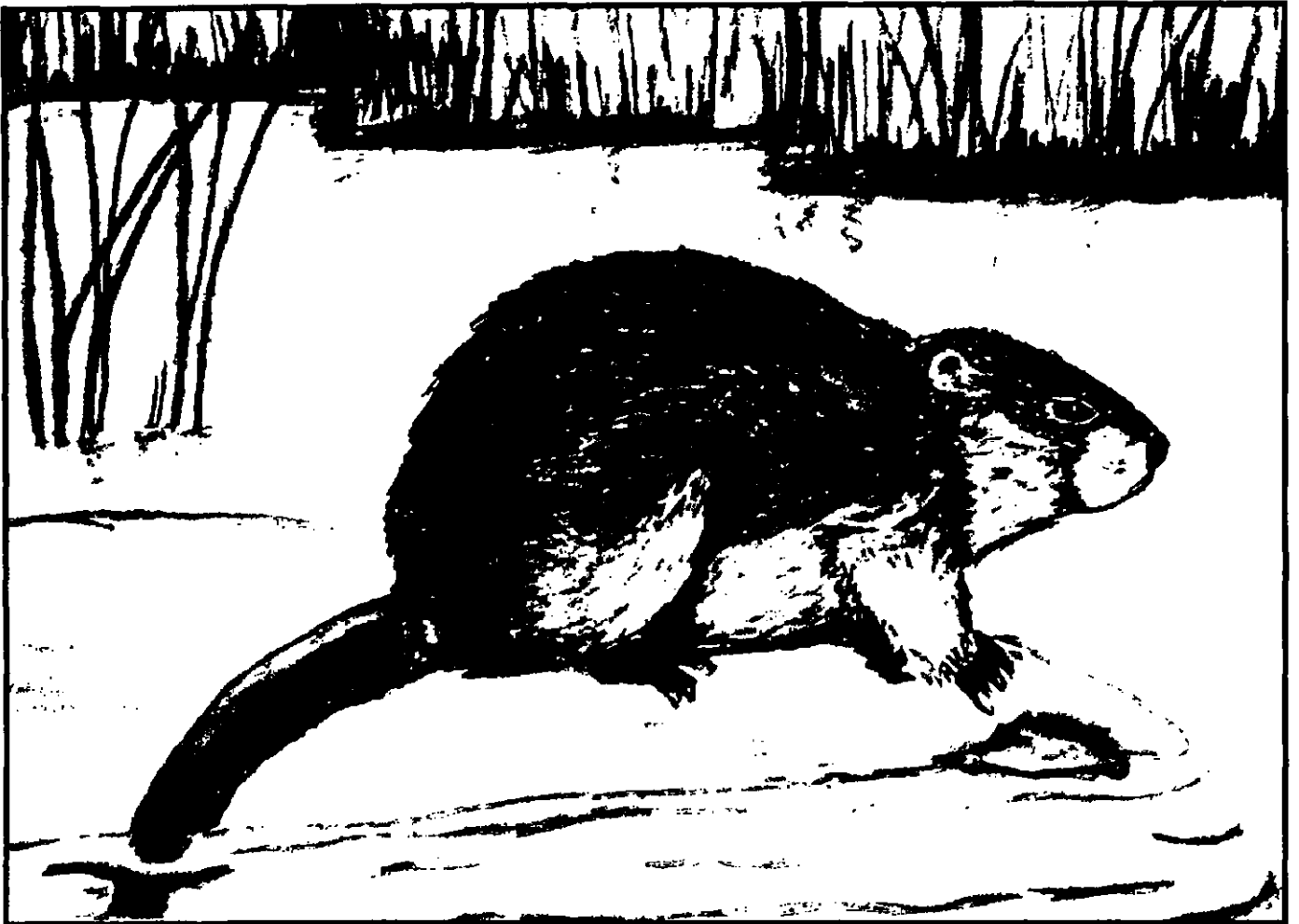
**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Statement B

**Statement of Activities
For the Year Ended June 30, 2012**

	Expenses	Charges For Services	Operating Grants and Contributions	Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets
Functions/Programs					
Instruction:					
Regular Programs	\$163,155,543	\$ 581,454	\$ 13,258,247	\$ -	\$ (149,315,842)
Special Education Programs	77,210,381	-	8,274,223	-	(70,936,158)
Vocational Educational Programs	8,453,189	-	524,395	-	(5,928,794)
Other Instructional Programs	12,594,810	-	1,023,472	-	(11,571,338)
Special Programs	11,706,882	-	951,318	-	(10,755,564)
Support Services:					
Pupil Support	29,365,296	-	2,386,265	-	(26,979,031)
Instructional Staff Support	18,488,294	-	1,502,385	-	(16,985,909)
General Administration	8,583,071	-	887,472	-	(7,695,599)
School Administration	26,086,302	-	2,119,809	-	(23,966,493)
Business Administration	2,905,920	-	236,139	-	(2,669,781)
Operation and Maintenance of Plant	43,507,660	-	3,535,493	15,139,673	(24,832,494)
Pupil Transportation	38,175,079	-	3,102,160	-	(35,072,919)
Central Services	7,327,046	-	595,406	-	(6,731,639)
Food Services	23,885,125	2,994,653	1,940,939	-	(18,949,533)
Community Service Programs	1,346,361	1,040,571	109,407	-	(196,383)
Interest on Long-Term Debt	12,342,453	-	-	-	(12,342,453)
Total Governmental Activities	\$483,133,411	\$4,816,678	\$ 38,257,130	\$ 15,139,673	(425,119,930)
Unrestricted General Revenues (Expenses):					
Taxes:					
Ad Valorem (Property) Taxes					108,330,629
Sales and Use Taxes					77,922,518
State Revenue Sharing					1,906,476
Grants and Contributions not Restricted to Specific Programs - Minimum Foundation Program					205,142,441
Interest and Investment Earnings					972,281
Miscellaneous					2,994,108
Total General Revenues					397,268,451
Changes in Net Assets					(27,851,479)
Net Assets, Beginning					191,875,170
Net Assets, Ending					\$ 164,023,691

The accompanying notes are an integral part of these financial statements.



"Playing in the Water"
Amelia Bretz - Grade 5
Barbara Dooley - Teacher
Abita Springs Middle

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**BASIC FINANCIAL STATEMENTS:
FUND FINANCIAL STATEMENTS (FFS)**

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Statement C

**Governmental Funds - Balance Sheet
June 30, 2012
With Comparative Totals for June 30, 2011**

	General	Katrina Special Revenue Fund	2008 Construction Fund	Debt Service	Non-Major Fund Types Other Governmental	Totals 2012	2011
Assets							
Cash and Cash Equivalents	\$52,170,719	\$ -	\$ -	\$ -	\$ 6,865,823	\$ 59,036,542	\$ 55,314,260
Investments	-	-	-	-	-	-	1,012,827
Receivables:							
Taxes:							
Ad Valorem	1,389,371	-	-	607,814	-	1,996,985	2,385,026
Sales and Use	13,830,441	-	-	-	-	13,830,441	13,330,873
Intergovernmental:							
Federal	-	193	-	-	2,583,321	2,583,514	2,047,117
State	-	-	-	-	179,179	179,179	70,488
Other	145,398	-	-	-	419	145,818	1,460,821
Prepays	142,520	-	-	-	-	142,520	90,471
Due from Other Funds	12,040,772	18,674,774	-	-	714	30,716,260	11,683,107
Inventory	-	-	-	-	300,512	300,512	361,986
Restricted Cash and Investments	-	27,901,398	28,310,384	15,787,048	2,863,453	74,962,283	101,583,794
Total Assets	\$79,719,219	\$ 48,576,365	\$ 28,310,384	\$ 16,394,682	\$ 12,903,421	\$ 183,904,051	\$ 189,320,750
Liabilities and Fund Balances							
Liabilities:							
Salaries and Wages Payable	\$14,444,117	-	-	-	\$ 12,581	\$ 14,456,698	\$ 14,380,671
Payroll Deductions and Withholdings Payable	688	-	-	-	-	688	1,198,138
Accounts Payable	629,812	-	582,797	-	1,092,779	2,312,388	3,619,814
Contracts and Retainage Payable	-	-	758,046	-	1,375,803	2,133,849	3,686,304
Due to Other Funds	18,935,488	13,334,155	-	-	2,318,989	34,588,612	13,919,218
Other Liabilities	17,878	-	-	-	93,002	110,880	158,008
Deferred Revenues	-	-	-	-	-	-	32,073
Total Liabilities	34,024,783	13,334,155	1,340,843	-	4,592,534	53,600,718	37,004,224
Fund Equity:							
Non-spendable:							
Inventory	-	-	-	-	300,512	300,512	361,986
Prepays	142,520	-	-	-	-	142,520	90,471
Restricted for:							
Construction	-	-	28,981,541	-	1,719,529	28,681,070	36,584,204
Debt Service	-	-	-	16,394,682	-	16,394,682	23,873,870
Operational Purposes	-	33,242,210	-	-	-	33,242,210	34,040,583
Food Service	-	-	-	-	1,448,784	1,448,784	1,668,737
Committed for:							
Bond Rating	20,854,282	-	-	-	-	20,854,282	20,854,282
Special Programs	-	-	-	-	394,343	394,343	305,895
Assigned for:							
Construction	-	-	-	-	4,149,319	4,149,319	4,086,326
Local Priorities	24,697,634	-	-	-	-	24,697,634	30,430,292
Unassigned	-	-	-	-	-	-	-
Total Fund Balances	45,694,436	33,242,210	28,981,541	16,394,682	8,010,487	130,303,336	152,315,526
Total Liabilities and Fund Balances	\$79,719,219	\$ 48,576,365	\$ 28,310,384	\$ 16,394,682	\$ 12,903,421	\$ 183,904,051	\$ 189,320,750

The accompanying notes are an integral part of these financial statements.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Statement D

**Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Assets
As of June 30, 2012**

For the Year Ended June 30, 2012

\$ 130,303,336

The cost of capital assets (land, buildings, furniture and equipment) purchased or constructed is reported as expenditure in governmental funds. The Statement of Net Assets includes those capital assets among the assets of the School Board as a whole. The costs of those assets allocated over their estimated useful lives (as depreciation expense) to the various programs reported as governmental activities in the Statement of Activities. Because depreciation expense does not affect financial resources, it is not reported in governmental funds.

Cost of Capital Assets	\$ 746,637,131	
Accumulated Depreciation	<u>(274,175,788)</u>	472,461,345

Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds. 2,066,474

Elimination of interfund assets and liabilities

Interfund Assets	\$ (30,725,862)	
Interfund Liabilities	<u>34,588,214</u>	3,872,352

Net assets of the internal service fund reported as proprietary fund type in the fund financial statement but included as governmental activities in the government-wide financial statement less interfund balances eliminated in the consolidation into the governmental activities.

Total Net Assets	\$ 3,522,664	
Interfund Balances	<u>(3,872,352)</u>	(349,688)

Long-term liabilities applicable to the School Board's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities - both current and long-term - are reported in the Statement of Net Assets.

Balances at June 30, 2012 are:

Accrued Interest Payable	\$ (14,275,451)	
Bonds Payable	(230,543,334)	
Unamortized Bond Premium	(2,924,091)	
Unamortized Bond Discount	107,730	
Community Disaster Loan	(65,768,016)	
Other Post Employment Benefits	(112,841,454)	
Compensated Absences	<u>(18,087,512)</u>	(444,330,128)

Net Assets - Governmental Activities

\$ 164,023,691

The accompanying notes are an integral part of these financial statements.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Statement E

**Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2012
With Comparative Totals for the Year Ended June 30, 2011**

	Non-Major Fund Types					Totals	
	General	Katrina Special Revenue Fund	2008 Construction Fund	Debt Service	Other Governmental	2012	2011
Revenues							
Local Sources:							
Taxes:							
Ad Valorem	\$ 76,208,893	\$ -	\$ -	\$ 32,492,414	\$ -	\$ 108,701,307	\$ 108,080,018
Sales and Use	77,922,516	-	-	-	-	77,922,516	75,235,283
Tuition	1,812,758	-	-	-	9,258	1,822,016	1,378,059
Earnings on Investments	311,348	171,688	215,922	187,144	108,179	972,281	1,180,483
Food Service	-	-	-	-	2,994,653	2,994,653	3,050,741
Other	2,955,208	-	-	-	280,910	3,236,118	3,347,888
State Sources:							
Minimum Foundation Program	199,680,845	-	-	-	5,481,498	205,162,343	198,769,820
Contributions to							
Teachers' Retirement	41,882	-	-	-	-	41,882	38,840
Revenue Sharing	1,908,478	-	-	-	-	1,908,478	1,943,648
Professional Improvement Program	225,250	-	-	-	-	225,250	267,972
Other	186,185	-	-	-	1,583,194	1,778,379	2,511,756
Federal Sources	534,760	5,137,619	-	-	45,435,945	51,108,324	51,458,119
Total Revenues	361,588,277	5,308,307	215,922	32,659,558	55,871,648	455,652,710	445,263,857
Expenditures							
Current:							
Instruction:							
Regular Education Programs	138,128,144	7,848,482	-	-	1,907,851	147,884,477	142,077,073
Special Education Programs	62,475,444	1,238,033	-	-	8,175,979	71,890,456	77,187,809
Vocational Education Programs	5,433,173	97,918	-	-	310,220	5,841,311	5,778,547
Other Instructional Programs	10,435,951	168,819	-	-	795,827	11,400,597	11,845,887
Special Programs	2,193,185	57,718	-	-	8,345,978	10,596,881	13,340,466
Support Services:							
Pupil Support	22,788,533	383,089	-	-	3,419,309	26,590,931	20,051,113
Instructional Staff Support	12,145,627	202,428	-	-	4,387,220	16,735,275	16,881,117
General Administration	8,584,466	57,432	-	1,043,662	3,682	9,688,142	7,459,186
School Administration	23,180,018	420,870	-	-	11,965	23,612,853	22,902,877
Business Administration	2,570,734	58,662	-	-	-	2,629,396	2,742,932
Operation and Maintenance of Plant	38,572,270	381,169	1,737,782	-	891,155	41,562,376	35,624,333
Pupil Transportation	33,620,888	758,972	-	-	175,558	34,555,418	33,048,700
Central Services	8,491,713	114,513	-	-	58,083	8,664,309	8,873,146
Food Service	28,041	482,016	-	-	21,112,331	21,622,388	20,577,889
Community Service Programs	1,218,701	-	-	-	-	1,218,701	1,253,851
Facilities Acquisition and Construction	453,780	93,449	9,082,504	-	12,417,521	22,047,254	62,885,583
Debt Service:							
Legal Fees	-	-	49,228	-	-	49,228	86,672
Bond Issuance Costs	1,250	-	-	5,007	-	7,057	10,898
Principal Retirement	333,333	-	-	37,870,000	-	38,203,333	18,533,333
Interest and Bond Charges	44,100	-	-	10,612,808	-	10,656,908	10,599,005
Total Expenditures	364,728,282	12,174,585	10,889,492	48,332,085	59,810,880	496,015,108	510,347,647
Deficiency of Revenues Under Expenditures	(3,140,005)	(6,866,278)	(10,653,570)	(16,672,507)	(3,939,044)	(41,262,395)	(65,083,680)
Other Financing Sources (Uses)							
Transfers In	2,253,700	8,289,007	-	-	7,101,007	17,643,714	10,170,630
Transfers Out	(4,858,000)	(2,222,121)	-	-	(10,583,593)	(17,663,714)	(10,170,630)
Premium Received on Bonds Issued	-	-	-	1,834,163	-	1,834,163	108,488
Bonds Issued	55,706	-	10,000,000	28,174,294	-	38,230,000	20,000,000
Discount on Bonds Issued	-	-	-	(113,400)	-	(113,400)	-
Payment to Refunded Bonds Escrow Agent	-	-	-	(20,701,558)	-	(20,701,558)	-
Total Other Financing Sources (Uses)	(2,548,594)	6,066,886	10,000,000	9,193,499	(3,482,586)	19,249,299	20,108,488
Net Change in Fund Balances	(5,680,609)	(798,373)	(653,570)	(7,479,008)	(7,401,630)	(22,013,190)	(44,975,212)
Fund Balances, Beginning of Year	51,375,045	34,040,583	27,815,111	23,873,870	15,412,117	152,516,826	197,291,738
Fund Balances, End of Year	\$ 45,694,436	\$ 33,242,210	\$ 26,861,541	\$ 16,394,862	\$ 8,010,487	\$ 130,363,336	\$ 152,316,526

The accompanying notes are an integral part of these financial statements.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Statement F

**Reconciliation of the Governmental Funds Statement of
Revenues, Expenditures, and Changes in Fund Balances to the
Statement of Activities
For the Year Ended June 30, 2012**

Total Net Changes in Fund Balances - Governmental Funds	\$ (22,013,190)
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Amounts Reported for Governmental Activities in the Statement of Activities are Different because:

Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeds depreciation in the project.

Capital Outlays	\$ 29,617,472	
Depreciation Expense	<u>(22,360,386)</u>	7,257,086

New debt/bonds issues provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of debt principal and capital leases is expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. This is the amount that the amount issued exceeded repayments.

Bonded Debt Repayments	\$ 56,978,333	
Bond Proceeds	(38,230,000)	
Bond Premium	(1,873,266)	
Bond Discount	107,730	
Bond Issuance Costs	1,871,258	
Accrued Interest	<u>(1,729,391)</u>	17,124,664

Revenues for sales tax, ad valorem, and federal funds in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.	(370,778)
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In the Statement of Activities, compensated absences are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid).	(161,253)
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In the Statement of Activities, Post Employment Benefits are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid)	(32,367,038)
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All revenues, expenses and changes in fund net assets (deficits) of the internal service fund are reported as proprietary fund type in the fund financial statement but included as governmental activities in the government-wide financial statement.	<u>2,679,030</u>
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Change in Net Assets of Governmental Activities	<u>\$ (27,851,479)</u>
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The accompanying notes are an integral part of these financial statements.



"Red Bellicd-Woody"
Jack Chapoton
Robyn Kennedy - Teacher
Mandeville Middle

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Statement G

**Proprietary Fund Type - Internal Service Fund
Statement of Net Assets
For the Years Ended June 30, 2012 and 2011**

	2012	2011
Current Assets		
Cash and Cash Equivalents	\$ 13,880,196	\$ 13,566,756
Investments	950,000	950,000
Prepays	552,812	287,369
Accounts Receivable	405,229	370,649
Due from Other Funds	7,160,000	2,303,198
Total Assets	\$ 22,948,237	\$ 17,477,972
Liabilities and Net Assets		
Current Liabilities		
Accounts Payable	\$ 113,572	\$ 75,678
Due to Other Funds	3,287,648	67,089
Benefit Claims Payable	9,709,325	11,126,539
Claims Liability	567,236	492,561
Total Current Liabilities	13,677,781	11,761,867
Long-Term Liabilities		
Benefit Claims Payable	5,025,787	4,201,026
Claims Liability	722,006	671,445
Total Long-Term Liabilities	5,747,792	4,872,471
Total Liabilities	19,425,573	16,634,338
Net Assets		
Restricted for Employee Benefits	2,373,292	725,265
Unrestricted	1,149,372	118,369
Total Net Assets	3,522,664	843,634
Total Liabilities and Net Assets	\$ 22,948,237	\$ 17,477,972

The accompanying notes are an integral part of these financial statements.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Statement H

**Proprietary Fund Type - Internal Service Fund
Statement of Revenues, Expenses, and
Changes in Net Assets
For the Years Ended June 30, 2012 and 2011**

	2012	2011
Operating Revenues		
Employer/Employee Contributions	\$ 81,244,129	\$ 76,024,181
Decrease in Incurred but not Reported (IBNR) Claims	1,702,989	123,230
Federal Sources	704,565	91,730
Total Operating Revenues	83,651,683	76,239,141
Operating Expenses		
Administrative	176,431	181,462
Contractual Services	6,326,640	5,341,259
Premium Payments	1,773,370	1,715,266
Benefit Payments	70,853,969	67,319,864
Claims	705,526	803,665
Increase in Incurred but not Reported (IBNR) Claims	1,235,771	2,427,135.00
Total Operating Expenses	81,071,707	77,788,651
Operating Income (Loss)	2,579,976	(1,549,510)
Non-Operating Revenue		
Earnings on Investments	99,054	87,924
Total Non-Operating Revenue	99,054	87,924
Changes in Net Assets	2,679,030	(1,461,586)
Total Net Assets, Beginning of Year	843,634	2,305,220
Total Net Assets, End of Year	\$ 3,522,664	\$ 843,634

The accompanying notes are an integral part of these financial statements.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Statement I

**Proprietary Fund Type - Internal Service Fund
Statement of Cash Flows
For the Years Ended June 30, 2012 and 2011**

	2012	2011
Cash Flows From Operating Activities		
Receipts from Employer and Employee Contributions	\$ 81,209,548	\$ 79,291,838
Receipts from Federal Grant	704,566	91,730
Payments for Benefits and Claims	(71,559,496)	(68,123,529)
Payments for Insurance Premiums	(1,773,370)	(1,715,266)
Payments for Administrative and Contractual Services	(8,366,881)	(5,320,592)
Net Cash Provided by Operating Activities	214,386	4,224,181
Cash Flows from Investing Activities		
Net Proceeds from Sale of Investment	-	125,943
Earnings on Investments	99,054	87,924
Net Cash Provided by Investing Activities	99,054	213,867
Net Increase in Cash, Cash Equivalents	313,440	4,438,048
Cash and Cash Equivalents, Beginning of Year	13,566,756	9,128,708
Cash and Cash Equivalents, End of Year	\$ 13,880,196	\$ 13,566,756
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities		
Operating Income (Loss)	\$ 2,579,976	\$ (1,549,510)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided in Operating Activities:		
(Decrease) Increase to Incurred but not Reported (IBNR) Claims	(467,218)	2,303,905
(Increase) Decrease in Receivables	(34,581)	3,270,349
(Increase) Decrease in Prepaids	(265,443)	98,403
(Decrease) Increase in Payables	(1,598,348)	101,034
Total Adjustments	(2,365,590)	5,773,691
Net Cash Provided by Operating Activities	\$ 214,386	\$ 4,224,181

The accompanying notes are an integral part of these financial statements.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Statement J

**Fiduciary/Agency Fund
Comparative Statement of Fiduciary Assets and Liabilities –
School Activity Fund
For the Years Ended June 30, 2012 and 2011**

	2012	2011
Assets		
Cash and Cash Equivalents	\$ 5,124,185	\$ 4,801,764
Investments	<u>727,075</u>	<u>752,232</u>
Total Assets	<u>\$ 5,851,260</u>	<u>\$ 5,553,996</u>
Liabilities		
Accounts Payable	\$ 64,472	\$ 100,231
Due to Schools	<u>5,786,788</u>	<u>5,453,765</u>
Total Liabilities	<u>\$ 5,851,260</u>	<u>\$ 5,553,996</u>

The accompanying notes are an integral part of these financial statements.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies

- A. Financial Reporting Entity
- B. Basis of Presentation - Fund Accounting
- C. Basis of Accounting - Measurement Focus
- D. Budget Practices
- E. Encumbrances
- F. Cash, Cash Equivalents, and Investments
- G. Receivables
- H. Short-Term Interfund Receivables/Payables
- I. Inventory
- J. Restricted Assets
- K. Capital Assets
- L. Long-Term Obligations
- M. Compensated Absences
- N. Sales and Use Taxes
- O. Restricted Net Assets - Government-Wide Financial Statements
- P. Fund Equity - Fund Financial Statements
- Q. Claims and Judgments
- R. Comparative Data and Total Columns on Statements

Note 2. Ad Valorem Taxes

Note 3. Cash, Cash Equivalents, and Investments

Note 4. Interfund Receivables, Payables, and Transfers

Note 5. Property, Plant, and Equipment

Note 6. Risk Management

Note 7. Changes in Long-Term Obligations

Note 8. Defeased Debt

Note 9. Tax Arbitrage Rebate

Note 10. Retirement Plans

Note 11. Changes in Agency Deposits Due Others

Note 12. Litigation and Claims

Note 13. Excess of Expenditures Over Appropriations

Note 14. Hurricane Katrina

Note 15. Concentration of Revenue

Note 16. Operating Leases

Note 17. Fund Equity

Note 18. GASB Statement No. 45 "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pension"

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies

The accompanying financial statements of the St. Tammany Parish School Board have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

A. Financial Reporting Entity

The St. Tammany Parish School Board (the School Board) was created by Louisiana Revised Statute (LRS) 17:51 for the purpose of providing public education for the children within St. Tammany Parish, Louisiana. The School Board is authorized by LRS 17:81 to establish policies and regulations for its own government consistent with the laws of the State of Louisiana and the regulations of the Louisiana Board of Elementary and Secondary Education. The School Board is authorized to establish public schools as it deems necessary, to provide adequate school facilities for the children of the parish, to determine the number of teachers to be employed, and to determine local supplement to their salaries. The School Board is comprised of 15 members who are elected from 15 districts for concurrent terms of four years expiring December 31, 2014.

The School Board operates 55 schools within the parish with a total enrollment of 37,508 students. In conjunction with the regular educational programs, some of these schools offer special education programs. Additionally, the School Board provides transportation and school food services for the students.

For financial reporting purposes, the School Board includes all funds and activities for which the School Board exercises financial accountability. The School Board members are elected by the public, have decision-making authority, the power to designate management, the ability to significantly influence operations and primary accountability for fiscal matters. Certain units of local government, over which the School Board exercises no financial accountability, such as the parish council, other independently elected parish officials and municipalities within the parish, are excluded from the financial statements. These units of government are considered separate reporting entities and issue financial statements separate from that of the School Board. The School Board is not a component unit of any other entity and does not have any component units that require inclusion in the financial statements.

B. Basis of Presentation - Fund Accounting

Government-Wide Financial Statements (GWFS)

The Statement of Net Assets and the Statement of Activities display information about the reporting government as a whole. Fiduciary funds are not included in GWFS. Fiduciary funds are reported only in the Statement of Assets and Liabilities at the fund financial statement level. For the most part, the effect of interfund activity has been removed from these statements.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Internal Activities

The workers' compensation, risk management and health insurance funds provide services to the governmental funds. Accordingly, these funds were included in the governmental activities. Pursuant to GASB 34, the internal activities have been eliminated in order to avoid the "grossing-up" effect of a straight inclusion. Interfund services provided and used are not eliminated in the process of consolidation.

Program Revenues

Program revenues include: 1) charges for services provided, 2) operating grants and contributions, and 3) capital grants and contributions. Program revenues reduce the cost of the function to be financed from the School Board's general revenues. Charges for services are primarily derived from food sales and tuition. Operating grants and contributions consist of the many educational grants received from the federal and state government.

Allocation of Indirect Expenses

The School Board reports all direct expense by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Depreciation expense is specifically identifiable by function and is included in the direct expense of each function. Interest on general long-term debt is considered an indirect expense and is reported separately in the Statement of Activities. Other indirect expenses including compensated absences and GASB 45 adjustments are allocated.

Fund Financial Statements (FFS)

Fund financial statements report detailed information about the School Board. The focus of the governmental and enterprise fund financial statements is on the major funds rather than reporting funds by type. Each major fund is presented in a separate column. The major funds reported by the School Board for the year ended June 30, 2012 are as follows:

- **General Fund** - accounts for the day-to-day operations of the School Board.
- **Katrina Special Revenue Fund** - accounts for the revenue and expenditures relating to the recovery from Katrina.
- **2008 Construction Fund** - accounts for the expenditures of the \$167 million in general obligation bonds approved by the voters to finance \$15 million in technology, \$2.1 million in security cameras, and \$149.9 million in capital improvements for new construction and improvements to existing facilities.
- **Debt Service Fund** - established to meet requirements of bond ordinances, is used to account for the accumulation of resources for and the payment of long-term debt principal, interest, and related costs.

Non-major funds are aggregated and presented in a single column. The internal service funds are presented in a single column on the face of the proprietary funds statements.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Special Revenue Funds

Special Revenue Funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. These funds account for the revenues and expenditures related to federal, state and local grant and entitlement programs and special district funds established for various educational objectives.

Capital Projects Funds

Capital Projects Funds account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by the proprietary funds). Separate capital projects funds are maintained to account for the proceeds of general obligation bonds and other financing proceeds.

Proprietary Funds

Proprietary Funds are used to account for the School Board's ongoing organizations and activities that are similar to those often found in the private sector. The measurement focus is upon determination of net income. The School Board's proprietary fund type is limited to Internal Service Funds.

The Internal Service Funds are used to account for the accumulation of resources for and the payment of benefits by the School Board's self-insurance programs. The School Board maintains the following self-insurance funds:

Workers' Compensation Fund - This fund is used to account for the payment of workers' compensation benefits.

Risk Management Fund - This fund is used to account for general liability, which is fully insured for FYE June 30, 2012 with a deductible of \$250,000 per occurrence, and property damage, which is insured at the fiscal year end June 30, 2012, with a deductible of \$500,000 per occurrence or \$5,000,000 for a "named storm".

Health/Life Insurance Fund - This fund is used to account for the expenditures for health and life insurance claims for the School Board.

Fund revenues are derived from government allocations. These revenues are planned to match: (1) expenses of insurance premiums in excess of self-insurance amounts, (2) estimated claim losses resulting from self-insurance programs which include estimated liabilities for claims incurred but not yet reported at year end, and (3) operating expenses. Non-operating income includes interest income.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Fiduciary Funds

Fiduciary Funds are used to account for assets held by the School Board in a trustee capacity or as an agent on behalf of other funds within the School Board. The School Board maintains one fiduciary fund type, an agency fund. The agency fund is the School Activity Funds. The School Activity Funds account for assets held by the School Board as an agent for the individual schools and school organizations.

C. Basis of Accounting - Measurement Focus

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes (ad valorem) are recognized as revenue in the year they are levied and grant revenues are recognized as soon as all eligibility requirements are met. Revenues not earned are reported as unearned revenues.

The governmental fund financial statements are reported using the current financial resources measurement focus and modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the School Board considers revenues to be available if they are collected within sixty days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when the payment is due.

The proprietary fund type is accounted for on the accrual basis of accounting. Revenues are recognized when they are earned, and expenses are recognized when they are incurred. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expense generally result from providing services in connection with a proprietary fund's principal ongoing operations. The operating revenue of the propriety funds are employer contributions and insurance premiums. The operating expenses for the proprietary funds include the cost of insurance premiums, claims and administrative expenses. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The fiduciary fund types (agency fund) are reported in the financial statements on the accrual basis of accounting.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

C. Basis of Accounting - Measurement Focus (Continued)

The School Board applies all applicable Financial Accounting Standards Board (FASB) pronouncements issued on or before November 30, 1989 unless those pronouncements conflict with or contradict GASB pronouncements.

The following practices in recording revenues and expenditures have been used for the governmental funds:

Revenues

Federal and state entitlements, which include state equalization and state revenue sharing, are recorded as unrestricted grants-in-aid when available and measurable. For this purpose, the Board considers all revenues to be available if they are collected within 60 days of the end of the current fiscal period. Federal and state grants which are restricted as to the purpose of the expenditures are recorded when the reimbursable expenditures have been made. Ad valorem taxes are recorded in the year the taxes are due and payable. Ad valorem taxes are assessed on a calendar year basis, based on the assessed value on January 1st, become due on November 15th of each year and become delinquent on December 31st. An enforceable lien attaches to the property as of November 15th. The taxes were levied by the School Board on May 19, 2011. However, before the taxes can be collected, the tax rolls must be submitted to the State Tax Commission for approval. The taxes are generally collected in December, January and February of the fiscal year. Property tax revenues are accrued at fiscal year end to the extent that they have been collected and are unremitted by the St. Tammany Parish Tax Collector's Office. Such amounts are measurable and available to finance current operations. Interest income on time deposits and revenues from rentals, leases and royalties are recorded when earned. Sales and use tax revenues are recorded in the month in which the School Board considers them available (60 days) to finance current year obligations and are collected by the St. Tammany Parish Tax Collector. Substantially all other revenues are recorded when received.

Expenditures

Salaries are recorded as expenditures when incurred. Nine-month employee salaries are incurred over a nine-month period but paid over a twelve-month period generally, except in cases where the employee opted to be paid over nine months. Compensated absences are recognized as expenditures when leave is actually taken or when employees (or heirs) are paid for accrued leave upon retirement or death, while the cost of earned leave privileges not requiring current resources is recorded as a liability on the government-wide financial statements. Commitments under construction contracts are recognized as expenditures when earned by the contractor. Principal and interest on general long-term obligations are not recognized until due. All other expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

C. Basis of Accounting - Measurement Focus (Continued)

Expenditures (Continued)

The proprietary fund type is reported in the financial statements on the accrual basis of accounting. Revenues are recognized when they are earned, and expenses are recognized when they are incurred.

Deferred Revenues

Deferred revenues arise when resources are received before the School Board has a legal claim to them, such as when grant monies are received prior to the incurrence of qualifying expenditures, when tuition is received in advance of the commencement of classes, taxes paid in protest or when there is an inventory of donated food commodities at year end. In subsequent periods, when the School Board has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and the revenue is recognized.

Prepays

Prepaid expenditures are recorded in the year that the expenditure is accrued using the consumption method.

D. Budget Practices

The proposed budgets for fiscal year 2011-2012 were completed and made available for public inspection at the School Board office on July 29, 2011. A public hearing was held on August 18, 2011 for suggestions and comments from taxpayers. The proposed fiscal year 2011-2012 budgets were formally adopted by the School Board on September 8, 2011 and final amendment was adopted on August 9, 2012. The budgets, which included proposed expenditures and the means of financing them, for the General, Special Revenue, Debt Service and Capital Projects Funds were published in the official journal ten days prior to the public hearings. The budget and amendments are reported on the major funds in the Budgetary Comparison Schedules in the Other Required Supplementary Information Section of this report.

The budgets for all Funds for the fiscal year 2012 were prepared on a modified accrual basis, consistent with generally accepted accounting principles (GAAP).

Formal budgetary accounts are integrated into the accounting system during the year as a management control device, including the recording of encumbrances. Appropriations are valid only for the year in which made, and any part of such appropriation which is not encumbered or expensed lapses at the end of the year. Current year transactions which are directly related to the prior year's budget are not included in the budget for the current year.

The Superintendent is authorized to transfer budget amounts between individual budget lines in a fund; however, any supplemental appropriations that amend the total expenditures of any fund require School Board approval.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

D. Budget Practices (Continued)

As required by state law, when actual revenues within a fund are failing to meet estimated annual budgeted revenues by five percent or more, and/or actual expenditures within a fund are exceeding estimated budgeted expenditures by five percent or more, a budget amendment to reflect such changes is adopted by the School Board in an open meeting. Budgeted amounts included in the financial statements include the original adopted budget and all subsequent amendments.

Because the budgets are prepared on a modified accrual basis, no differences in budget basis and GAAP basis occurs. Additional information on the original and final budgets can be found in the Budgetary Comparison Schedules in the Other Required Supplementary Information Section of this report.

E. Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments are recorded, is employed by all funds during the year as a budgetary tool. Encumbrances outstanding at year-end are liquidated.

F. Cash, Cash Equivalents, and Investments

For purposes of the statement of cash flows, all highly liquid investments with a maturity of three months or less at date of acquisition are considered to be cash equivalents in the Internal Service Funds. Investments are stated at cost, which approximates fair value, and is the same as the value of the investment pool shares.

G. Receivables

Intergovernmental receivables consist of receivables for reimbursement of expenditures under various state and federal programs and grants. All amounts are expected to be collected within the next twelve months.

Other receivables include all trade and other receivables considered to be received within one year. No allowance for uncollectible accounts has been established as all receivables are considered collectable.

H. Short-Term Interfund Receivables/Payables

During the normal course of operations, numerous transactions occur between funds for goods provided or services rendered. Activities between the funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/due from other funds" (i.e. the current portion) or "advances to/from other funds" (i.e. the non-current portion). These receivables and payables, as well as short-term interfund loans, are classified as due from other funds or due to other funds. Any residual balances outstanding between governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

I. Inventory

Inventory of the School Food Service Special Revenue Fund consists of food purchased by the School Board and commodities granted by the United States Department of Agriculture through the Louisiana Department of Education. The commodities are recorded as revenues and expenditures when consumed. The purchased food is recorded as expenditures when consumed on the government-wide financial statements and as expenditures when purchased on the fund financial statements. All inventory items purchased are valued at cost (first-in, first-out), and donated commodities are assigned values based on information provided by the United States Department of Agriculture.

J. Restricted Assets

Restricted assets represent cash held in separate bank accounts that is restricted according to applicable bond and loan indenture agreements or as required by Louisiana Revised Statutes for Debt Service Funds.

K. Capital Assets

Land, land improvements, buildings and improvements, and furniture and equipment are recorded as expenditures in the governmental or business-type activities columns in the government-wide financial statements. Capital assets are recorded at historical cost or estimated historical cost, if actual historical cost is not available. Donated capital assets are valued at their estimated market value on the date of donation. Approximately 95 percent of capital assets are valued at historical cost, while the remaining 5 percent are valued at estimated cost, based on the historical cost of like items. Capital assets are defined by the government as assets with an initial individual cost of more than \$5,000.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized over the remaining useful lives of the assets.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

K. Capital Assets (Continued)

Capital assets are depreciated over their estimated useful lives (excluding any applicable salvage value). Estimated useful life is management's estimate of how long the asset is expected to meet service demands. Straight-line depreciation is used based on the following estimated useful lives:

Assets	Years
Land	-
Land Improvements	20
<i>Buildings and Improvements:</i>	
Fixed Buildings and Improvements	30
Temporary Buildings (Portables)	20
<i>Furniture and Equipment:</i>	
Heavy Equipment	10
Office Equipment	5 - 10
Furniture and Fixtures	5

L. Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type statement of net assets. Bond premiums and discounts, if material, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs, when material, are reported as deferred charges and amortized over the term of the related debt.

M. Compensated Absences

All 12-month non-school administrative employees earn from 10 to 20 days of vacation leave each year, depending on length of service with the School Board. A maximum of five days of vacation leave may be carried forward to the next calendar year. Upon termination, earned vacation leave is paid to the employee at the employee's current rate of pay.

All School Board employees earn from 10 to 13 days of sick leave each year, depending upon the number of months employed. Sick leave can be accumulated without limitation. Upon retirement, a maximum of 25 days of unused sick leave is paid to the employee at the employee's current rate of pay, and all unused sick leave is used in the retirement benefit computation as earned service.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

M. Compensated Absences (Continued)

Any employee with a teaching certificate is entitled, subject to approval by the School Board, to one semester of sabbatical leave after three years of continuous service or two semesters of sabbatical leave after six or more years of continuous service.

Leave may be granted for medical purposes and professional and cultural improvement. All employees are eligible for extended sick leave of up to ninety days in each six year period of employment which may be used for personal illness or illness of an immediate family member providing that the employee has no remaining regular sick leave balance. The employee on extended sick leave is paid sixty-five percent of their salary at the time the extended sick leave begins.

The cost of compensated absence privileges (unused sick leave) is recognized as current year expenditures in the General Fund when leave is actually taken or when employees are paid for accrued leave upon retirement or death. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

At June 30, 2012, employees of the School Board have accumulated and vested \$18,087,512 of compensated absence benefits in salary and salary related payments.

N. Sales and Use Taxes

On June 25, 1966, the voters of St. Tammany Parish approved a one percent sales and use tax which, after payment of necessary costs and expenses of collecting the tax, is dedicated for payments of salaries of teachers and other school personnel and for other operating expenses. This was a permanent tax. On September 18, 1976, the voters of St. Tammany Parish approved an additional one percent sales tax to be levied on behalf of the St. Tammany Parish School Board for a period of 15 years. The proceeds are dedicated for the purposes of capital improvements, maintenance, and operating expenses of the School Board. In April 2004, the voters of the parish designated this additional sales tax as permanent. The sales and use taxes are collected by the St. Tammany Parish Tax Collector for a percentage of the monthly collections.

O. Restricted Net Assets - Government-Wide Financial Statements

For the government-wide statement of net assets, net assets are reported as restricted when constraints placed on net asset use are either:

- Externally imposed by creditors (such as debt covenants), grantors, contributors or laws or regulations of other governments; or
- Imposed by law through constitutional provisions or enabling legislation.

When both restricted and unrestricted resources are available for use, it is the School Board's policy to use restricted resources first, then unrestricted resources as they are needed.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

P. Fund Equity - Fund Financial Statements

Beginning in fiscal year 2011, the School Board implemented GASB Statement 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used.

- **Nonspendable Fund Balance** - amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.
- **Restricted Fund Balance** - amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.
- **Committed Fund Balance** - amounts that can be used only for specific purposes determined by a formal action of the School Board members. The Board is the highest level of decision-making authority for the School Board. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by Board members.
- **Assigned Fund Balance** - amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the School Board's adopted policy, only Board members may assign amounts for specific purposes.
- **Unassigned Fund Balance** - all other spendable amounts.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the School Board considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the School Board considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless Board members have provided otherwise in its commitment or assignment actions. In the General Fund, the School Board maintains a committed fund balance in the amount of \$20,854,282 to maintain "AA" bond rating and for financial stability.

Q. Claims and Judgments

The School Board provides for losses and anticipated expenses resulting from claims and judgments including claim adjustment expenditures/expense, salvage and subrogation. Losses resulting from claims and judgments are estimated by utilizing a case by case review of all claims in accordance with Governmental Accounting Standards Board Codification Section C50. The liability for such losses is recorded in the Internal Service Funds. Incurred but not reported claims as of June 30, 2012, have been considered in determining the accrued liability.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

R. Comparative Data and Total Columns on Statements

Comparative total data for the prior year has been presented in the basic financial statements in order to provide an understanding of changes in the School Board's financial position and operations of these funds. However, comparative data (i.e., presentation of prior year total by fund type) has not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read. Also, certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation. In the fund financial statements interfund eliminations have not been made in the aggregation of this data, and there are certain reconciling items which are further explained in Statements D and F.

Note 2. Ad Valorem Taxes

The following is a summary of authorized and levied parishwide ad valorem taxes for the fiscal year ended June 30, 2012:

	Mills	Year of Expiration
Constitutional	3.80	N/A
Additional Support	4.84	2023
Construction, Maintenance and Operations	3.44	2023
Improve, Maintain and Operating	35.47	2023
Bond and Interest - District No. 12	20.90	N/A
Total Millage	68.45	

Note 3. Cash, Cash Equivalents, and Investments

Deposits

For reporting purposes, cash and cash equivalents includes savings, demand deposits, time deposits and certificates of deposit. Deposits in bank accounts are stated at cost, which approximates market. Further, the School Board may invest in time certificates of deposit in state banks organized under the laws of Louisiana, national banks having their principal office in the State of Louisiana, in savings accounts or shares of savings and loan associations and savings banks and in share accounts and share certificate accounts of federally or state chartered credit unions. Cash balances of all funds are combined. Interest earned on deposits is distributed to the individual funds based on the invested balances of the participating funds during the year. Interest is recorded when earned.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 3. Cash, Cash Equivalents, and Investments

Deposits (Continued)

Under state law, the bank balances of these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal or exceed the amount on deposit with the fiscal agent. These pledged securities must be held in the name of the School Board or the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the state treasury.

At June 30, 2012, the School Board's carrying value of its deposits excluding fiduciary cash balances and including restricted cash and cash equivalents was \$147,879,021 and the bank balance was \$153,201,894. Of the bank balance, \$153,201,894 was covered by federal depository insurance or secured by bank owned securities specifically pledged to the School Board and held in joint custody by an independent custodian bank or trust department. Custodial risk is the risk that in the event of bank failure, the School Board's deposits may not be returned to it. At June 30, 2012, none of the government's deposits were exposed to custodial credit risk representing uninsured deposits collateralized by a pledging bank's trust department, but not in the School Board's name.

Restricted cash and cash equivalents are reported on the Statement of Net Assets and Governmental Funds - Balance Sheet in the amount of \$74,962,283 for the year ended June 30, 2012. These restricted assets represent certain proceeds of bonds and loans including debt service funds of the School Board, and their use is limited by applicable bond/loan covenants and Louisiana Revised Statutes.

In addition, at year-end, the individual schools held cash, cash equivalents, and investments of \$5,851,260 in various accounts. The balances of these accounts are collateralized with either FDIC insurance and/or pledged securities in the School Board's name. Because these accounts are not assets of the School Board (Agency Funds), the balances are not reflected in the fund financial statements or the government-wide financial statements.

Investments

Cash balances of the School Board's funds are pooled and invested to the extent possible in authorized investments. Interest earned on invested cash is distributed to the various funds on the basis of actual invested cash balances of the participating funds during the year.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 3. Cash, Cash Equivalents, and Investments

Investments (Continued)

Under state law, the School Board may invest in United States bonds, treasury notes and bills, or certificates and time deposits of state banks organized under Louisiana law, and national banks having principal offices in Louisiana. In addition, local governments in Louisiana are authorized to invest in the Louisiana Asset Management Pool (LAMP), a non-profit corporation formed by the State Treasurer and organized under the laws of the State of Louisiana, which operates a local government investment pool rated "AAA". Investments are stated at cost, which approximates fair value, and is the same as the value of the pool shares. Investments of \$950,000 in certificates of deposits were held in the proprietary funds at June 30, 2012.

At year end, the School Board's investment balances were as follows:

	Maturities In Years			Reported Amount/Fair Value
	Less than One	One to Five	Five to Ten	
Certificates of Deposits	\$ 950,000	\$ -	\$ -	\$ 950,000

Interest Rate Risk. Interest rate risk is the risk applicable to debt instruments with fair values that are sensitive to changes in interest rates. One indicator of the measurement of interest rate risk is the dispersion of maturity dates of debt instruments. The above table shows the School Board's investments and maturities in actively managed accounts at June 30, 2012. The School Board does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Custodial Credit Risk. The School Board has no investments that are exposed to custodial credit risk.

Credit Risk. State law limits investments to the following:

1. Direct United States Treasury obligations
2. Bonds, debentures, notes or other evidence of indebtedness issued or guaranteed by federal agencies and provided such obligations are backed by the full faith and credit of the United States of America
3. Bonds, debentures, notes or other evidence of indebtedness issued or guaranteed by U.S. government instrumentalities, which are federally sponsored
4. Direct security repurchase agreements of any federal book entry only securities
5. Time certificates of deposit of any bank domiciled or having a branch office in the state of Louisiana, savings accounts or shares of savings and loan associations and savings banks

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 3. Cash, Cash Equivalents, and Investments

Investments (Continued)

6. Mutual or trust fund institutions which are registered with the SEC and which have underlying investments consisting solely of and limited to securities of the United States government or its agencies
7. Guaranteed investment contracts issued by a bank, financial, insurance company, or other entity having one of the highest short-term rating categories of either Standard & Poor's Corporation or Moody's Investors Service
8. Investment grade commercial paper of domestic United States corporations
9. LAMP

LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local governments having contracted to participate in LAMP have an investment interest in its pool of assets. While LAMP is not required to be a registered investment company under the Investment Company Act of 1940, its investment policies are similar to those established by rule 2-a7, which governs registered money market funds. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest. Accordingly, LAMP investments are restricted to securities issued, guaranteed, or backed by the U.S. Treasury, the U.S. Government, or one of its agencies, enterprises, or instrumentalities, as well as repurchase agreements collateralized by those securities. The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days.

The fair value of investments is determined on a weekly basis to monitor any variances between amortized costs and market value. For purposes of determining participant's shares, investments are valued at amortized cost that approximates fair value. LAMP is designed to be highly liquid to give its participants immediate access to their account balances.

The School Board's investment policy complies with state law and does not further limit its investment choices.

Concentration of Credit Risk. The School Board places no limit on the amount the School Board may invest in any one issuer. All School Board investments are Certificates of Deposit.

The School Board's investments are valued at cost, which closely approximates the fair value (less than 1% difference).

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 4. Interfund Receivables, Payables, and Transfers

As of June 30, 2012, individual balances due to/from other funds are as follows:

Receivable Fund	Payable Fund	Amount
General	Non Major Governmental	\$ 2,318,969
	Katrina	6,434,155
	Internal Service	3,287,648
Katrina	General Fund	18,674,774
Non-Major Governmental Funds	General Fund	714
	Total Governmental Funds	30,716,260
Internal Service	General Fund	260,000
	Katrina	6,900,000
Total		\$ 37,876,260

The School Board's lending/borrowing activities referred to as "due to/due from" are further explained in the summary of significant accounting policies (Note 1(H)).

The General Fund loaned money to various funds for the payment of expenditures prior to receipt of funds from federal, state and local sources through reimbursement. Federal loans and grants in the Katrina Fund were transferred to offset costs associated with the recovery from the Hurricane Katrina Disaster. All other interfund lending was for normal operating activities.

For the year ended June 30, 2012, individual transfers were as follows:

Transfers Out (Fund):	General*	Katrina*	Non-Major Governmental	Total
General*	\$ -	\$ -	\$ 4,858,000	\$ 4,858,000
Katrina*	622,121	-	1,600,000	2,222,121
Non-Major Governmental	1,631,579	8,289,007	643,007	10,563,593
	<u>\$ 2,253,700</u>	<u>\$ 8,289,007</u>	<u>\$ 7,101,007</u>	<u>\$ 17,643,714</u>

* Indicates major fund.

The School Board transfers funds between funds as part of the normal operating of fund activity throughout the year to account for payment of expenditures and receipt of revenues. The General Fund transfers MFP monies to the School Food Service Fund and general revenues to the Capital Project Funds and to various other funds throughout the year as the budget prescribes. All other transfers were for other normal operating activities.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 5. Property, Plant, and Equipment

A summary of changes in capital assets is as follows:

Governmental Activities:	Balance June 30, 2011	Additions	Deletions	Balance June 30, 2012
Non-Depreciable Assets:				
Land	\$ 17,329,025	\$ -	\$ -	\$ 17,329,025
Construction in Progress	73,771,154	28,052,168	78,980,116	22,843,204
Depreciable Assets:				
Land Improvements	11,227,496	641,716	-	11,869,212
Buildings and Improvements	594,106,574	78,525,485	989,000	671,643,059
Furniture and Equipment	21,680,576	1,378,670	106,615	22,952,631
Total	718,114,825	108,598,037	80,075,731	746,637,131
Less Accumulated Depreciation:				
Land Improvements	4,147,108	483,418	-	4,630,526
Buildings and Improvements	232,588,331	19,852,712	988,651	251,452,492
Furniture and Equipment	16,175,127	2,024,256	106,615	18,092,768
Total Accumulated Depreciation	252,910,566	22,360,386	1,095,166	274,175,786
Governmental Activities Capital Assets, Net	\$ 465,204,259	\$ 86,237,651	\$ 78,980,565	\$ 472,481,345

Depreciation expense was charged to governmental activities as follows:

Regular Programs	\$ 7,749,130
Special Education Programs	3,667,135
Vocational Educational Programs	306,497
Other Instructional and Special Programs	598,195
Special Programs	556,023
Pupil Support	1,394,715
Instructional Staff Support	878,108
General Administration	407,656
School Administration	1,238,978
Business Administration	138,018
Operation and Maintenance of Plant	2,066,412
Pupil Transportation	1,813,139
Central Services	348,001
Food Services	1,134,433
Community Service Programs	63,946
Total	\$ 22,360,386

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 5. Property, Plant, and Equipment (Continued)

Construction in progress at June 30, 2012, was composed of the following:

Project Location	Project Authorization	Incurred as of June 30, 2012	Committed
Abney Elementary	\$ 4,794,072	\$ 4,794,072	\$ -
Alton Elementary	6,403,472	6,403,472	-
Bayou LaCombe	325,000	127,728	197,272
Brock Elementary	1,720,000	354,790	1,365,210
Carolyn Park	33	33	-
Chahta-Ima Elementary	143,715	143,715	-
Covington High	548,000	391,315	156,685
Florida Avenue Elementary	1,385	1,385	-
Fontainebleau Junior High	26,468	26,468	-
Harrison Curriculum Center	5,221,489	3,001,658	2,219,831
Lee Road Junior High	366,870	279,987	86,883
Madisonville Junior High	4,535,198	1,138,997	3,396,201
Mandeville Middle	339,562	339,562	-
Mandeville High	905,020	345,934	559,086
Pearl River High	155,105	155,105	-
Pine View Middle	23,738	23,738	-
Pitcher Junior High	22,799	22,799	-
Portable Projects	3,699,069	3,532,097	166,972
Pupil Appraisal	3,100,000	211,342	2,888,658
Salmen High	157,899	157,899	-
Slidell Junior High	441,708	152,862	288,846
Slidell High	51,063	51,063	-
St. Tammany Junior High	1,357	1,357	-
Woodlake Elementary	3,712,764	1,185,826	2,526,938
Total	\$ 36,695,786	\$ 22,843,204	\$ 13,852,582

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 6. Risk Management

Workers' Compensation

The School Board has had a risk management program for workers' compensation since 1988. Premiums are paid into the Workers' Compensation Internal Service Fund by all funds from which salaries are paid and are available to pay claims, claim reserves, and administrative costs of the program. During fiscal year 2012, a total of \$4,697,676 was incurred in benefits and administrative costs. An excess coverage insurance policy covers individual claims in excess of \$250,000. An amount for self-insurance losses of \$8,636,532 has been accrued as a liability based upon an actuary's estimate as of June 30, 2012. Interfund premiums are based primarily upon the individual funds' claims experience and are reported as expenditures in the individual funds.

Risk Management

In addition, the School Board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; and natural disasters. During fiscal year 1990, the School Board established a Risk Management Fund (an internal service fund) to account for and finance its uninsured risk of loss. Under this program, the Risk Management Fund provides coverage up to a maximum of \$250,000 for each general liability claim and \$5,000,000 for each property damage claim. The School Board purchases commercial insurance for claims in excess of coverage provided by the Fund. In 2012, the School Board paid claims in excess of coverage of \$705,526 to claimants in excess of the \$250,000 maximum. The General Fund makes payments to the Risk Management Fund based on estimates of the amounts needed to pay claims and to accumulate funds for future catastrophic losses. At June 30, 2012, \$1,149,372 of fund equity was available for future catastrophic losses and claims liabilities were \$1,289,241.

Health/Life Insurance

In 2007, the School Board became self-insured for health care benefits offered to its employees and retirees. The plan is managed by a third-party administrator and excess cost coverage is purchased by the School Board to limit its liability.

The School Board continues to carry commercial insurance for all other risks of loss, including employee health and accident insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 6. Risk Management (Continued)

Changes in the claims liability amount in previous fiscal years and balances expected to be paid in the next year are as follows:

	Balance Beginning of Year	Claims and Changes in Estimates	Payments and Claims	Balance End of Year
Workers Compensation				
2010-11	\$ 6,617,909	\$ 4,914,831	\$ 4,008,744	\$ 7,525,996
2011-12	7,525,996	4,156,637	3,048,101	8,636,532
Risk-Management				
2010-11	1,287,236	680,435	803,665	1,164,006
2011-12	1,164,006	830,761	705,526	1,289,241
Health/Life Insurance				
2010-11	6,282,521	64,832,168	63,313,120	7,801,569
2011-12	7,801,569	66,104,879	67,807,868	6,098,580

Note 7. Changes in Long-Term Obligations

The following is a summary of the long-term obligation transactions for the year ended June 30, 2012:

	Balance 2011	Additions	Deductions	Balance 2012	Due Within One Year
General Obligation Bonds	\$ 244,625,000	\$ 38,230,000	\$ 56,845,000	\$ 226,210,000	\$ 20,850,000
Unamortized Premium (Discount)	1,250,826	1,720,763	155,227	2,816,361	-
Qualified School Construction Bonds	4,668,667	-	333,333	4,333,334	333,334
Community Disaster Loan	65,766,016	-	-	65,766,016	-
Compensated Absences	17,928,259	11,790,837	11,629,584	18,089,512	11,629,584
Total Long-Term Liabilities	\$ 334,234,767	\$ 51,741,600	\$ 68,763,144	\$ 317,213,223	\$ 32,812,918

In 2005 and 2006, the School Board borrowed \$51,857,990 and \$15,985,981, respectively, from the federal government through the Community Disaster Loan Program resulting in total Community Disaster Loans of \$67,843,971.

During 2012, no additional funds were received. The interest rate on these loans is fixed and ranges from 2.67% to 3.12%. The School Board requested and received a five year extension in 2011. Balloon payments of principal and interest are due on January 8, 2016, June 27, 2016 and August 27, 2016. No other payments are required until 2016. In 2011, \$2,077,955 of principal and \$270,415 of interest was forgiven by the federal government under the forgiveness standards established by the Stafford Act. As of June 30, 2012, this loan has accrued interest of \$11,201,733 leaving a total due of \$76,967,749.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 7. Changes in Long-Term Obligations (Continued)

In July 2008, the School Board was authorized to issue \$67,000,000 in general obligation bonds with a final maturity date of March 1, 2028. These bonds were the first installment issue of the total \$167,000,000 approved by the citizens of St. Tammany Parish via the election on March 8, 2008. The bond proceeds were to be used to finance \$15,000,000 in technology, \$2,100,000 in security cameras, and \$149,900,000 in capital improvements for new construction and improvements to existing facilities. In June 2008, the School Board received a good faith deposit for this bond issue in the amount of \$670,000 which was included in bonds payable in the financial statements for the year ended June 30, 2008. The remaining bond proceeds of \$66,330,000 were received in July 2008.

In February 2009, the School Board was authorized to issue \$20,000,000 in general obligation bonds with a final maturity date of March 1, 2029. These bonds are the second installment issue of the total \$167,000,000 issue. The bond proceeds were received in May 2009.

In December 2009, the School Board was authorized to issue \$25,000,000 in general obligation bonds with a final maturity date of March 1, 2030. These bonds are the third installment issue of the total \$167,000,000 issue. The bond proceeds were received in March 2010.

In December 2009, the School Board was authorized to issue \$5,000,000 in Qualified School Construction Bonds with a final maturity of December 16, 2024. The Department of Education gave the School Board a \$5,000,000 allocation of the national qualified school construction bonds. These bond proceeds will be used for construction, rehabilitation, and repair of schools.

In October 2010, the School Board was authorized to issue \$20,000,000 in general obligation bonds with a final maturity date of March 1, 2030. These bonds are the fourth installment issue of the total \$167,000,000 issue. The bond proceeds were received in January 2011.

In June 2011, the School Board was authorized to issue \$10,000,000 in general obligation bonds with a final maturity date of April 1, 2031. These bonds are the fifth installment issue of the total \$167,000,000 issue. The bond proceeds were received in August 2011.

In April 2012, the School Board approved the redemption of the 2002 bonds in the amount of \$8,345,000. Excess cash in the Debt Service Fund was utilized for this redemption.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 7. Changes in Long-Term Obligations (Continued)

In April 2012, the School Board issued \$9,330,000 in general obligation bonds (2012 Issue) with a final maturity date of April 1, 2016. The bond proceeds less the issuance costs were deposited into an irrevocable trust to be used to refund the remainder of the 2002 bonds in the amount of \$9,345,000. The interest rate for the 2012 bonds ranges from 1.33% to 1.34%. The interest rate on the 2002 bonds ranged from 4.00% to 5.00%. The \$9,345,000 is considered as defeased.

By redeeming \$8,345,000 and refunding \$9,345,000 for the 2002 bonds, the School Board will save approximately \$3.2 million in future interest and principal payments and result in an economic gain of approximately \$2.4 million.

In May 2012, the School Board issued \$18,900,000 in general obligation bonds (2012A Issue) with a final maturity date of March 1, 2024. The bond proceeds less the issuance costs were deposited into an irrevocable trust to be used to refund the remainder of the 2004 bonds in the amount of \$18,975,000. The interest rate for the 2012A bonds ranges from 3.00% to 4.50%. The interest rate on the 2004 bonds ranged from 4.00% to 4.875%. The \$18,975,000 is considered as defeased.

By refunding \$18,975,000 for the 2004 bonds, the School Board will save approximately \$1.2 million in future interest and principal payments resulting in an economic gain of approximately \$1 million.

A schedule of the individual issues outstanding as of June 30, 2012, is as follows:

	Original Issue	Interest Rate	Payment Due	Interest to Maturity	Principal Outstanding
General Obligation Bonds:					
2003	\$ 9,185,000	2.2-3.6%	2004-2013	\$ 41,358	\$ 1,185,000
2004	17,645,000	2.0-5.0%	2005-2015	937,350	7,775,000
2005	35,690,000	3.0-4.25%	2006-2016	3,389,550	22,920,000
2006	25,000,000	4.0-4.375%	2007-2026	5,606,250	17,500,000
2004	30,000,000	3.75-5.0%	2005-2024	210,750	2,785,000
2005	30,000,000	3.25-5.0%	2006-2025	7,102,481	22,825,000
2008	67,000,000	4.75-5.0%	2007-2028	22,214,563	54,560,000
2009	20,000,000	3.5-5.0%	2008-2029	5,981,250	17,000,000
2010	25,000,000	4.117%	2009-2030	8,931,250	22,500,000
2011	20,000,000	2.0-4.75%	2011-2030	7,690,894	18,850,000
2011A	10,000,000	2.0-4.125%	2013-2031	3,771,638	10,000,000
2012	9,330,000	1.33-1.34%	2013-2016	317,548	9,330,000
2012A	18,900,000	3.0-4.50%	2014-2024	5,661,933	18,900,000
Qualified School Construction Bonds:					
2010	5,000,000	1.12%	2011-2024	720,533	4,333,334
Total	\$ 322,750,000			\$ 72,577,428	\$ 230,543,334

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 7. Changes in Long-Term Obligations (Continued)

All principal and interest requirements on the General Obligation Bonds are funded in accordance with Louisiana law by the annual ad valorem tax levy on taxable property within the parish. The Qualified School Construction Bonds are to be repaid from constitutional ad valorem tax revenues in the General Fund. At June 30, 2012, the School Board has accumulated \$16,394,662 in the General Obligation Bonds Debt Service Fund for future debt service requirements.

The General Obligation and Qualified School Construction Bonds are due as follows:

Year Ending June 30,	Principal Bond Payments	Interest Payments	Total
2013	\$ 21,183,334	\$ 9,022,154	\$ 30,205,488
2014	18,293,333	8,353,956	26,647,289
2015	18,878,333	7,708,900	26,587,233
2016	19,473,334	7,055,816	26,529,150
2017	15,403,333	6,307,402	21,710,735
2018-2022	65,616,667	23,188,363	88,805,030
2023-2027	56,110,000	9,960,343	66,070,343
2028-2031	15,585,000	980,494	16,565,494
Total	\$ 230,543,334	\$ 72,577,428	\$ 303,120,762

In accordance with Louisiana Revised Statute 39:562, the School Board is legally restricted from incurring long-term bonded debt funded solely by ad valorem taxes in excess of 35 percent of the assessed value of taxable property. At June 30, 2012, the statutory limit is \$727,050,271 and the legal debt margin is \$517,234,933. Outstanding bonded debt payable from ad valorem taxes at June 30, 2012 totaled \$226,210,000.

Note 8. Defeased Debt

The School Board defeased the General Obligation Bonds listed in the table below. An irrevocable trust fund was created for each defeasance. New debt was issued and the proceeds were used to purchase U.S. Government Securities that were placed in the trust funds. The investments and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes, the debt is considered defeased and, therefore, removed as a liability from the School Board.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 8. Defeased Debt (Continued)

As of June 30, 2012, the following outstanding bonds are considered defeased:

		Outstanding	Defeasance	Maturity Date
General Obligation Bonds:				
\$ 13,195,000	1993 Series	\$ 6,895,000	March 1, 2003	March 1, 2013
\$ 25,000,000	1996 Series	16,380,000	April 1, 2004	March 1, 2016
\$ 47,410,000	2002 Series	9,345,000	April 1, 2012	April 1, 2016
\$ 34,580,000	1998A Series	34,590,000	June 1, 2005	March 1, 2018
\$ 30,000,000	2004 Series	18,975,000	May 1, 2012	March 1, 2024
		<u>\$ 86,285,000</u>		

Note 9. Tax Arbitrage Rebate

Under the Tax Reform Act of 1986, interest earned on the debt proceeds in excess of interest expense prior to the disbursement of the proceeds must be rebated to the Internal Revenue Service (IRS). For fiscal year 2012, no arbitrage was due to the IRS.

Note 10. Retirement Plans

Substantially all employees of the School Board are members of two statewide retirement systems. In general, professional employees (such as teachers and principals) and lunchroom workers are members of the Teachers' Retirement System of Louisiana; other employees, such as custodial personnel and bus drivers are members of the Louisiana School Employees' Retirement System. These systems are cost-sharing, multiple-employer defined benefit pension plans administered by separate boards of trustees. Fringe benefits and salaries for the School Board's employees were recognized as revenues and expenditures/expenses during the year ended June 30, 2012. Pertinent information, as required by the Governmental Accounting Standards Board Statement No. 27, relative to each plan follows:

Teachers' Retirement System of Louisiana (TRSL)

Plan Description: The School Board participates in two membership plans of the TRSL, the Regular Plan and Plan A. The TRSL provides retirement benefits as well as disability and survivor benefits. Ten years of service credit is required to become vested for retirement benefits and five years to become vested for disability and survivor benefits. Benefits are established and amended by state statute. The TRSL issues a publicly available financial report that includes financial statements and required supplementary information for the TRSL. That report may be obtained by writing to the Teachers' Retirement System of Louisiana, Post Office Box 94123, Baton Rouge, Louisiana 70804-9123, or by calling (225) 925-6446.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 10. Retirement Plans (Continued)

Teachers' Retirement System of Louisiana (TRSL) (Continued)

Funding Policy: Plan members are required to contribute 8.0 percent and 9.1 percent of their annual covered salary for the Regular Plan and Plan A, respectively. The School Board is required to contribute at an actuarially determined rate. The current rate is 23.7% percent of annual covered payroll for both membership plans. Member contributions and employer contributions for the TRSL are established by state law and rates are established by the Public Retirement Systems' Actuarial Committee. The School Board's employer contribution to the TRSL, as provided by state law, is funded by the State of Louisiana through annual appropriations, by deductions from local ad valorem taxes, and by remittances from the School Board.

The School Board's contributions to the TRSL for the years ended June 30, 2012, 2011, and 2010, were \$49,022,234, \$41,845,784, and \$30,219,745, respectively, equal to the required contributions for each year.

Louisiana School Employees' Retirement System (LSERS)

Plan Description: The LSERS provides retirement benefits as well as disability and survivor benefits. Ten years of service credit is required to become vested for retirement benefits and five years to become vested for disability and survivor benefits. Benefits are established and amended by state statute. The LSERS issues a publicly available financial report that includes financial statements and required supplementary information for the LSERS. That report may be obtained by writing to the Louisiana School Employees' Retirement System, Post Office Box 44516, Baton Rouge, Louisiana 70804, or by calling (225) 925-6484.

Funding Policy: For fiscal years 2012, 2011, and 2010, the School Board's share was 28.6%, 24.3% and 17.6%, respectively. Member contributions and employer contributions for the LSERS are established by state law and rates are established by the Public Retirement Systems' Actuarial Committee. The Actuary has determined what the School Board should contribute on behalf of the membership plan. The School Board's employer contributions of \$6,584,202 for 2012, \$5,598,477 for 2011, and \$3,623,476 for 2010 for the LSERS are funded by the State of Louisiana through annual appropriations and by remittances from the School Board. The School Board's contributions to LSERS were equal to the required contributions for each year.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 11. Changes in Agency Deposits Due Others

A summary of changes in the School Activity Agency Fund's deposits due others are as follows:

Balance, Beginning of Year	\$ 5,453,765
Additions	14,386,140
Deductions	<u>(14,053,117)</u>
Balance, End of Year	<u>\$ 5,786,788</u>

Note 12. Litigation and Claims

At June 30, 2012, the School Board was a defendant in lawsuits principally arising from the normal course of operations. The School Board's legal counsel has reviewed the School Board's claims and lawsuits, which are primarily personal injury claims, in order to evaluate the likelihood of an unfavorable outcome to the School Board and to arrive at an estimate, if any, of the amount or range of potential loss to the School Board.

As a result of the review, the various claims and lawsuits have been categorized into "probable," "reasonably possible," or "remote," as defined by the Governmental Accounting Standards Board. Amounts of claims classified as "probable" have been accrued in the claims liability and the liability for self-insurance losses, as explained in Note 6. It is the opinion of the School Board, after conferring with legal counsel, that the liability, if any, which might arise from these lawsuits, except for amounts accrued in the financial statements, would not have a material adverse effect on the School Board's financial position.

The School Board participates in a number of federal financial assistance programs. Although the grant programs have been audited in accordance with the Single Audit Act through June 30, 2012, these programs are still subject to financial and compliance audits and resolution of previously identified questioned costs. The amount, if any, of expenditures that may be disallowed by the granting agencies cannot be determined at this time, although the School Board expects such amounts, if any, to be immaterial.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 13. Excess of Expenditures Over Appropriations

For those funds for which a budget-to-actual comparison was made that are not major funds, actual expenditures exceeded budgeted expenditures on a line item basis as follows:

	Expenditures		Unfavorable Variance
	Budget	Actual	
NCLB Special Revenue Fund			
Regular Programs	\$ 1,052,061	\$ 1,084,256	\$ 32,194
Other Instructional Programs	7,871	9,639	1,768
Support Services - Instructional Staff	2,426,854	2,427,127	473
IDEA Special Revenue Fund			
Support Services			
Pupil Support	2,706,887	2,807,880	101,013
Instructional Staff Support	1,853,244	1,875,533	22,289
Pupil Transportation	82,025	108,863	18,938
Vocational Education Fund			
Vocational Education Programs	288,988	273,574	4,588
Miscellaneous Programs Special Revenue Funds			
Special programs	280,200	288,203	8,003
Support Services			
Pupil Support	102,457	123,062	20,605
General Administration	-	192	192
Pupil Transportation	8,253	16,567	8,314

Note 14. Hurricane Katrina

On August 29, 2005, Hurricane Katrina devastated the Gulf Coast area. The damage caused by the hurricane significantly damaged much of the Parish's taxable property particularly in the southeastern quadrant. The School Board also received damage in excess of \$120 million to its facilities.

The School Board continues to work with FEMA and the Department of Housing and Urban Development to recover funds needed to repair and rebuild its damaged facilities. As of June 30, 2012, the School Board had spent in excess of \$130 million on repair costs. Most of the repairs have been substantially completed including the rebuilding of Salmen High School and the Brooks Curriculum Center. There are sufficient funds available to cover all losses.

Note 15. Concentration of Revenue

For the year ended June 30, 2012, the School Board received 42.9% of its revenues from local sources, 45.9% of its revenues from the State of Louisiana, and 11.2% of its revenue from the federal government. Ad valorem tax revenue accounts for 23.9% of the total local source revenue. Ad valorem millages will expire at December 31, 2022, as discussed in Note 2.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 16. Operating Leases

The School Board leases buildings and other equipment under noncancelable operating leases. Total costs for such leases were \$351,464 for the year ended June 30, 2012.

The future minimum lease payments for these leases are as follows:

Year Ended June 30,	Amount
2013	\$ 175,784
2014	139,184
2015	130,184
2016	130,184
Total	\$ 575,336

Note 17. Fund Equity

At June 30, 2012, the governmental fund equities are classified as follows:

	General Fund	Katrina Fund	2008 Construction Fund	Debt Service Fund	Other Governmental Funds	Total
Non-Spendable for:						
Inventory	\$ -	\$ -	\$ -	\$ -	\$ 300,512	\$ 300,512
Prepays	142,520	-	-	-	-	142,520
Total Non-Spendable	142,520	-	-	-	300,512	443,032
Restricted for:						
Construction	-	-	26,961,541	-	1,719,529	28,681,070
Debt Service	-	-	-	16,394,662	-	16,394,662
Operational Purposes	-	33,242,210	-	-	-	33,242,210
Food Service	-	-	-	-	1,446,784	1,446,784
Total Restricted	-	33,242,210	26,961,541	16,394,662	3,166,313	79,764,726
Committed for:						
Bond Rating	20,854,282	-	-	-	-	20,854,282
Special Programs	-	-	-	-	394,343	394,343
Total Committed	20,854,282	-	-	-	394,343	21,248,625
Assigned to:						
Construction	-	-	-	-	4,149,319	4,149,319
Local Priorities	24,697,634	-	-	-	-	24,697,634
Total Assigned	24,697,634	-	-	-	4,149,319	28,846,953
Total Fund Balance	\$ 45,694,436	\$ 33,242,210	\$ 26,961,541	\$ 16,394,662	\$ 8,010,487	\$ 130,303,336

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 18. GASB Statement No. 45 "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pension"

Plan Description: The School Board provides continuing health care for its retired employees in accordance with a self-insured health insurance plan administered by Blue Cross Blue Shield. This plan is a single-employer defined benefit health care plan. The School Board has the authority to establish and amend the benefit provisions of the plan. Medical benefits are provided to employees upon actual retirement. Most employees are covered by the Teachers' Retirement System of Louisiana (TRSL), whose retirement eligibility (D.R.O.P. entry) provisions as follows: 30 years of service at any age; age 55 and 25 years of service; or, age 65 and 20 years of service. The remainder of the employees are covered by the Louisiana School Employees' Retirement System (LSERS) whose retirement eligibility (D.R.O.P. entry) provisions are the same as TRSL except that they are eligible to retire at age 60 and 10 years of service instead of age 65 and 20 years of service. Spouses of retiring members are also eligible for health and life benefits under the plan. Those retirees who are considered Medicare eligible are covered under the "Medicare Advantage" plan. Employees do not contribute to their postemployment benefits costs until they become retirees and begin receiving those benefits. The plan provisions and contribution rates are contained in the official plan documents. The School Board also provides life insurance benefits for its retired employees. Basic life insurance is in the amount of \$5,000 up to age 64, \$4,000 from age 65 up to age 69, and \$3,000 at age 70 and later. Supplemental life coverage is also available to retirees based upon a multiple of the participant's salary immediately prior to retirement. Combined with the basic life amounts above, the maximum life insurance amounts are \$50,000 up to age 64, \$38,000 up to age 69, and \$25,000 at age 70 and beyond. No other postemployment benefits are offered by the School Board.

The following tables present a summary of participant data as of July 1, 2011:

Active Members	Years of Service								Total
	0 - 4	5 - 9	10 - 14	15 - 19	20 - 24	25 - 29	30 - 34	35 & Up	
Age									
0 - 24	35	-	-	-	-	-	-	-	35
25 - 29	190	38	-	-	-	-	-	-	228
30 - 34	190	162	20	2	-	-	-	-	374
35 - 39	171	141	129	23	-	-	-	-	464
40 - 44	197	128	119	95	25	4	-	-	568
45 - 49	181	138	148	116	68	28	3	-	680
50 - 54	144	121	130	154	84	65	32	-	730
55 - 59	93	92	103	141	100	53	45	15	642
60 - 64	39	45	61	71	44	38	18	23	339
65 - 69	11	12	10	15	10	8	8	7	81
70 & Up	3	1	3	1	3	3	1	3	18
Total	1,254	876	721	618	334	199	107	48	4,157

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 18. GASB Statement No. 45 "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pension" (Continued)

Retirees

Age	Retirees	Spouses	Surviving Spouses	Total
<40	6	1	4	11
40 - 44	16	6	-	22
45 - 49	32	17	1	50
50 - 54	101	47	-	148
55 - 59	241	113	4	358
60 - 64	437	130	8	575
65 - 69	55	22	-	77
70 - 74	45	4	1	50
75 - 79	28	5	-	33
80 - 84	11	3	-	14
85+	3	-	-	3
Total	975	348	18	1,341

Funding Policy

The School Board implemented Government Accounting Standards Board Statement Number 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* (GASB 45) on July 1, 2008. The School Board began to recognize the cost of postemployment healthcare in the year when the employee services are received, to report the accumulated liability from prior years, and to provide information useful in assessing the potential demands on the School Board's future cash flows. The recognition of the liability accumulated from prior years will be phased in over 30 years, commencing with the fiscal year 2008-2009 liability. The monthly premiums of the health benefits for retirees and similar benefits for active employees are paid jointly by the employee and the School Board with the largest percentage being paid by the School Board. The School Board recognizes the cost of providing these health benefits (the School Board's portion of premiums) as expenditures when the monthly premiums are due. The health benefits are financed on a pay-as-you-go basis. Life insurance premiums are fully paid for by the School Board. Retirees must pay a portion of the total life insurance premium for supplemental life insurance coverage. In fiscal year ended June 30, 2012, the School Board's portion of health care funding cost for retired employees totaled \$16,650,302 and life insurance premiums totaled \$73,718. These amounts were applied against the Net Other Postemployment Benefit Obligation (OPEB) as shown in the table on the following page.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 18. GASB Statement No. 45 "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pension" (Continued)

Annual OPEB Cost: The School Board's annual OPEB cost is calculated based on the annual required contribution (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years. The School Board utilizes the level-dollar amortization method to amortize the unfunded actuarial accrued liability (AAL).

The table below shows the components of the School Board's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the School Board's net OPEB obligation:

	Fiscal Year Ended June 30, 2012		
	Medical	Life	Total
Determination of Annual Required Contribution			
Normal Cost at Fiscal Year End	\$ 20,045,614	\$ 587,976	\$ 20,633,590
Amortization of UAAL	28,757,893	1,134,446	\$ 29,892,339
Annual Required Contribution (ARC)	\$ 48,803,507	\$ 1,722,422	\$ 50,525,929
Determination of Net OPEB Obligation			
Annual Required Contribution	\$ 48,803,507	\$ 1,722,422	\$ 50,525,929
Interest on Prior Year Net OPEB Obligation	3,094,675	124,302	3,218,977
Adjustment to ARC	(4,474,137)	(179,710)	(4,653,847)
Annual OPEB Cost	47,424,045	1,667,014	49,091,059
Actual Contributions Made	(16,650,303)	(73,718)	(16,724,021)
Increase in Net OPEB Obligation	30,773,742	1,593,296	32,367,038
Net OPEB Obligation - Beginning of Year	77,366,869	3,107,547	80,474,416
Net OPEB Obligation - End of Year	\$ 108,140,611	\$ 4,700,843	\$ 112,841,454

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 18. GASB Statement No. 45 "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pension" (Continued)

The School Board's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation as of 2010, 2011, and 2012 (4% discount rate) follows:

Post Employment Benefit	Fiscal Year Ended	Annual OPEB Health Cost	Percentage of OPEB Cost Contributed	Net Health OPEB Obligation
Medical	June 30, 2010	\$ 30,831,316	51.71%	\$ 45,379,614
Life	June 30, 2010	\$ 530,549	52.47%	\$ 1,483,329
Medical	June 30, 2011	\$ 47,994,382	33.35%	\$ 77,366,869
Life	June 30, 2011	\$ 1,695,974	4.23%	\$ 3,170,547
Medical	June 30, 2012	\$ 47,424,045	35.11%	\$ 108,140,611
Life	June 30, 2012	\$ 1,677,014	4.42%	\$ 4,700,843

Funded Status and Funding Progress: The funded status of the plan as of July 1, 2011, was as follows (Discount rate of 4.00%):

Post Employment Benefit	Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liabilities (AAL)	Unfunded Actuarial Accrued Liabilities (UAAL)	Funded Ratio
Medical	July 1, 2009	\$ -	\$ 395,091,838	\$ 395,091,838	0.00%
Life	July 1, 2009	\$ -	\$ 7,314,825	\$ 7,314,825	0.00%
Medical	July 1, 2010	\$ -	\$ 497,282,042	\$ 497,282,042	0.00%
Life	July 1, 2010	\$ -	\$ 19,616,854	\$ 19,616,854	0.00%
Medical	July 1, 2011	\$ -	\$ 497,282,042	\$ 497,282,042	0.00%
Life	July 1, 2011	\$ -	\$ 19,616,854	\$ 19,616,854	0.00%

Actuarial Valuation Date	Unfunded Actuarial Accrued Liabilities (UAAL)	Covered Payroll (Active Plan Members)	UAAL as a Percentage of Covered Payroll
July 1, 2009	\$ 402,406,663	\$ 255,810,577	157.31%
July 1, 2010	\$ 516,898,896	\$ 259,760,074	198.99%
July 1, 2011	\$ 516,898,896	\$ 256,087,974	201.84%

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 18. GASB Statement No. 45 "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pension" (Continued)

Actuarial valuations for an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Actuarially determined amounts are subject to continuous revision as actual results are compared to past expectations and new estimates about the future are formulated. Although the valuation results are based on values which the School Board's actuarial consultant believes are reasonable assumptions, the valuation results reflect the long-term perspective and, as such, are merely an estimate of what future costs may actually be. Deviations in any of several factors, such as future interest rates, medical cost inflation, Medicare coverage, and changes in marital status, could result in actual costs being less or greater than estimated.

The schedule of funding progress included in the required supplementary information following the notes to the financial statements presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions: Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the July 1, 2011 actuarial valuation, the projected unit credit actuarial cost method was used.

The significant actuarial assumptions used in the valuation of the plan are as follows:

Measurement Date

Benefit liabilities are valued as of July 1, 2011.

Discount Rate for Valuing Liabilities

Without prefunding: 4.00% per annum, compounded annually.

Mortality Rates

Healthy Lives: RP-2000 projected to 2015 pre-decrement and to 2017 post-decrement using scale AA.

Salary Scale

N/A

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 18. GASB Statement No. 45 "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pension" (Continued)

Amortization Period

The amortization of the Unfunded Actuarial Liability is calculated assuming 30 level annual payments. The amortization period is open.

Life Insurance Coverage Amount

Specific life insurance coverage amounts were not provided for retirees, and salary was not provided for active participants. Thus, we have assumed that participants have the maximum amount of life insurance coverage available. See the plan provisions section for amounts available for both basic and supplemental life insurance.

Withdrawal Rates

Sample rates taken from the Teachers' Retirement System of Louisiana (TRSL) report for fiscal year ended June 3, 2008, are shown below:

Age	Males	Females
20	10.00%	10.00%
25	13.00%	13.00%
30	13.00%	13.00%
35	9.00%	9.00%
40	6.00%	6.00%
45	4.00%	4.00%
50	3.00%	3.00%
55	4.00%	4.00%
60	4.00%	4.00%
70	4.00%	4.00%
74	4.00%	4.00%

Disability Rates

Sample rates taken from the Teachers' Retirement System of Louisiana (TRSL) report for fiscal year ended June 3, 2008, are shown below:

Age	Male	Female
35	0.06%	0.06%
40	0.11%	0.11%
45	0.22%	0.22%
50	0.25%	0.25%
55	0.40%	0.40%
60	0.80%	0.80%

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

Note 18. GASB Statement No. 45 "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pension" (Continued)

Retirement Rates

Sample rates taken from the Teachers' Retirement System of Louisiana (TRSL) report for fiscal year ending June 3, 2008, are shown below:

Age	Male	Female
38	2.00%	2.00%
39 - 40	4.00%	4.00%
41 - 48	3.00%	3.00%
49 - 50	2.80%	2.80%
51	3.00%	3.00%
52	3.50%	3.50%
53	5.00%	5.00%
54	7.50%	7.50%
55	20.00%	20.00%
56	23.00%	23.00%
57	25.00%	25.00%
58	36.50%	36.50%
59 - 62	28.00%	28.00%
63 - 65	33.00%	33.00%
66	40.00%	40.00%
67 - 71	34.00%	34.00%
72	50.00%	50.00%
73 - 74	99.00%	99.00%
75+	100.00%	100.00%

Coverage Assumption

90% of employees who elect coverage while in active employment and who are eligible for retiree medical benefits are assumed to elect continued medical coverage in retirement. 100% of employees eligible for retiree life coverage are assumed to have coverage.

Spousal Coverage Assumption

70% of future retirees that elect coverage are assumed to be married and to elect coverage for their spouse.

Spouse Age Difference

Females are assumed to be three years younger than males, for active employees. Actual data was used for current retirees.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Notes to Financial Statements

**Note 18. GASB Statement No. 45 "Accounting and Financial Reporting by Employers
for Postemployment Benefits Other Than Pension" (Continued)**

Medical Inflation (Trend Assumption)

The trend assumptions for medical and pharmacy costs and retiree premiums are summarized below:

Year	Trend
2010	6.70%
2011	6.50%
2012	6.10%
2013 - 2016	5.90%
2017 - 2020	5.80%
2021 - 2025	5.70%
2026 - 2030	5.60%
2031 - 2032	5.50%
2033 - 2034	5.30%
2035 - 2036	5.20%
2037 - 2039	5.10%
2040 - 2044	5.00%
2045 - 2050	4.90%
2051 - 2058	4.80%
2059 - 2069	4.70%
2070 - 2073	4.60%
2074	4.50%
2075	4.40%
2076 - 2078	4.30%
2079 +	4.20%

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

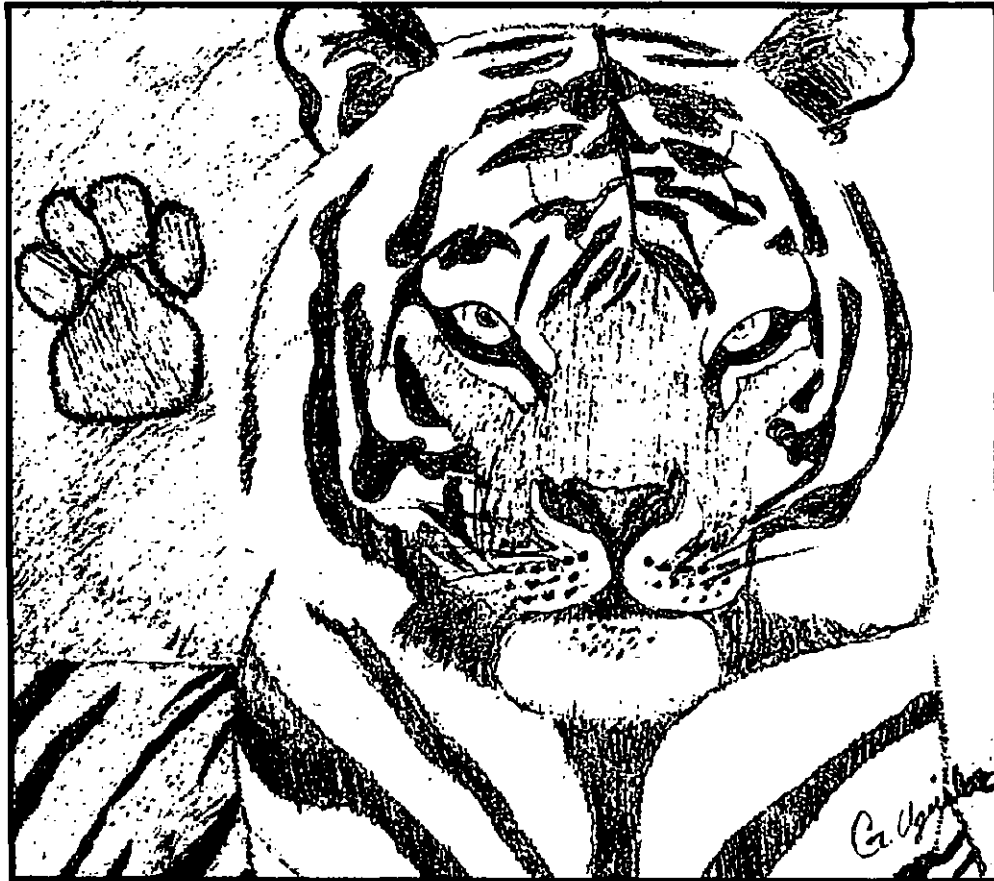
Notes to Financial Statements

**Note 18. GASB Statement No. 45 "Accounting and Financial Reporting by Employers
for Postemployment Benefits Other Than Pension" (Continued)**

Medical Claims Costs at Sample Ages

Age	Retiree		Spouse	
	Male	Female	Male	Female
40	\$3,723	\$5,585	\$3,723	\$5,585
45	\$4,726	\$6,142	\$4,726	\$6,142
50	\$6,022	\$7,038	\$6,022	\$7,038
55	\$7,360	\$7,734	\$7,360	\$7,734
60	\$9,174	\$8,818	\$9,174	\$8,818
64	\$11,511	\$10,580	\$11,511	\$10,580
65	\$3,175	\$3,025	\$3,175	\$3,025
70	\$3,877	\$3,619	\$3,877	\$3,619
75	\$4,699	\$4,300	\$4,699	\$4,300
80	\$5,490	\$4,977	\$5,490	\$4,977

The School Board does not anticipate any projected salary increases or post-employment benefit increases in the near future.



"Tiger"
Gabrielle Aguilar - Grade 9
Mary White - Teacher
Slidell High School



"Bear and Cub"
Rachel Cadow - Grade 12
Sherrel Alack - Teacher
Fontainebleau High School

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**REQUIRED SUPPLEMENTARY
INFORMATION - OTHER**

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Statement 1-1

**General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Budgetary Fund Balance, Beginning of Year	\$ 51,375,045	\$ 51,375,045	\$ 51,375,045	\$ -
Resources (Inflows)				
Local Sources:				
Ad Valorem Taxes	75,308,831	75,390,415	76,208,993	818,578
Sales and Use Taxes	75,500,000	77,501,735	77,922,516	420,781
Tuition:				
Summer School/Drivers Education/Community Ed	1,379,000	1,379,000	1,612,756	233,756
Earnings on Investments	241,170	310,000	311,348	1,348
Medical Services	1,700,000	1,500,000	1,680,252	180,252
Other	1,654,134	1,273,100	1,274,954	1,854
Total Resources From Local Sources	155,784,235	157,354,250	159,010,819	1,656,569
State Sources:				
Equalization (MFP)	199,059,839	199,680,945	199,680,945	-
Contributions to				
Teachers' Retirement	25,000	31,318	41,862	10,544
Revenue sharing	1,943,649	1,906,475	1,906,478	1
Professional Improvement Program	267,600	225,250	225,250	-
Non-public Students	190,000	196,165	196,165	-
Miscellaneous	110	-	-	-
Total Resources From State Sources	201,486,198	202,040,153	202,050,698	10,545
Federal Sources:				
ROTC	531,500	534,760	534,760	-
Total Resources From Federal Sources	531,500	534,760	534,760	-
Total Resources	357,801,933	359,929,163	361,596,277	1,667,114
Other Financing Sources				
Transfers In:				
CDBG Fund	-	310,967	310,967	-
Katrina Fund	-	597,585	597,585	-
School Food Service Fund	220,000	229,584	229,584	-
Indirect Costs	1,364,500	1,115,584	1,115,584	-
Bond Proceeds	-	55,706	55,706	-
Total Other Financing Sources	1,584,500	2,309,406	2,309,406	-
Amounts Available for Appropriations	410,761,478	413,613,614	415,280,728	1,667,114

See notes to budgetary comparison schedules and independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Statement 1-1

**General Fund
Budgetary Comparison Schedule (Continued)
For the Year Ended June 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Expenditures				
Current:				
Instruction:				
Regular Ed Programs	\$ 127,182,194	\$ 137,877,289	\$ 138,129,144	\$ (451,855)
Special Ed Programs	63,875,451	62,488,238	62,475,444	22,794
Vocational Ed Programs	5,351,424	5,449,255	5,433,173	16,082
Other Instructional Programs	11,024,451	10,996,903	10,435,951	560,952
Special Programs	2,068,326	2,208,965	2,183,166	15,799
Support Services:				
Pupil Support	22,413,456	22,798,556	22,768,533	30,023
Instructional Staff Support	12,457,342	12,570,579	12,145,627	424,952
General Administration	6,382,841	6,743,994	6,664,466	79,528
School Administration	22,879,318	23,217,130	23,180,018	37,112
Business Administration	2,669,269	2,629,656	2,570,734	58,922
Operation and Maintenance of Plant	35,753,065	37,498,749	36,572,270	926,479
Pupil Transportation	32,675,297	33,824,063	33,820,868	203,195
Central Services	7,860,600	7,211,279	6,461,713	749,566
Food Service	20,000	27,000	26,041	959
Community Service Programs	1,312,703	1,219,515	1,218,701	814
Facilities Acquisition and Construction	412,413	456,518	453,760	2,758
Debt Service	390,283	378,683	378,683	-
Transfers out	4,858,000	4,858,000	4,858,000	-
Total Charges to Appropriations	359,386,433	372,264,372	369,566,292	2,678,080
Budgetary Fund Balance, Ending	\$ 51,375,045	\$ 41,349,242	\$ 45,694,436	\$ 4,345,194

See notes to budgetary comparison schedules and independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Statement 1-2

**Katrina Special Revenue Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Budgetary Fund Balance, Beginning of Year	\$ 34,925,903	\$ 34,040,583	\$ 34,040,583	\$ -
Resources (Inflows)				
Local sources:				
Earnings on Investments	250,000	171,688	171,688	-
Federal Sources				
FEMA Disaster Recovery	3,900,000	5,137,428	5,137,619	193
Total Resources	4,150,000	5,309,114	5,309,307	193
Other Financing Sources				
Transfers in:				
CDBG Fund	3,900	8,289,007	8,289,007	-
Total Other Financing Sources	3,900	8,289,007	8,289,007	-
Amounts Available for Appropriations	39,079,803	47,638,704	47,638,897	193
Charges to Appropriations (Outflows)				
Regular Education Programs	10,493,047	12,460,000	7,848,482	4,811,518
Special Education Programs	-	1,239,000	1,238,033	967
Vocational Educational Programs	-	98,000	97,918	82
Other Instructional Programs	-	169,000	168,819	181
Special Programs	-	58,000	57,716	284
Pupil Support	-	394,000	393,099	901
Instructional Staff Support	-	202,500	202,428	74
General Administration	-	57,500	57,432	68
School Administration	-	420,900	420,870	30
Business Administration	-	60,000	59,652	348
Operation and Maintenance of Plant	-	381,200	381,169	31
Pupil Transportation	-	759,000	758,972	28
Central Services	-	114,520	114,513	7
Food Services	-	482,016	482,016	-
Facilities Acquisition and Construction	3,883,900	93,450	93,449	1
Transfers out	20,000	2,300,996	2,222,121	78,875
Total Charges to Appropriations	14,396,947	19,280,082	14,396,687	4,893,395
Budgetary Fund Balance, End of Year	\$ 24,682,856	\$ 28,348,622	\$ 33,242,210	\$ 4,893,588

See notes to budgetary comparison schedules and independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**Notes to the Budgetary Comparison Schedules
For the Year Ended June 30, 2012**

Budgets

General Budget Practices

The proposed budgets for fiscal year 2012 were completed and made available for public inspection at the School Board office on July 29, 2011. A public hearing was held on August 18, 2011 for suggestions and comments from taxpayers. The proposed fiscal year 2012 budgets were formally adopted by the School Board on September 8, 2011. The budgets, which included proposed expenditures and the means of financing them, for the General, Special Revenue, Debt Service and Capital Projects Funds were published in the official journal ten days prior to the public hearings.

Formal budgetary accounts are integrated into the accounting system during the year as a management control device, including the recording of encumbrances. Appropriations are valid only for the year in which made, and any part of such appropriation which is not encumbered or expensed lapses at the end of the year. Current year transactions that are directly related to the prior year's budget are not rebudgeted in the current year.

The Superintendent is authorized to transfer budget amounts between budget lines in a fund; however, any supplemental appropriations that amend the total expenditures of any fund require School Board approval. As required by state law, when actual revenues within a fund are failing to meet estimated annual budgeted revenues by five per cent or more, and/or actual expenditures within a fund are exceeding estimated budgeted expenditures by five percent or more, a budget amendment to reflect such changes is adopted by the School Board in an open meeting. Budgeted amounts included in the financial statements include the original adopted budget and all subsequent amendments. Amendments to the budget reflect changes in revenue sources determined after the budget was initially approved. No other significant changes occurred.

Budget Basis of Accounting

The budgets for the General and Special Revenue Funds for fiscal year 2012 were prepared on the modified accrual basis of accounting, consistent with generally accepted accounting principles (GAAP).

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**Notes to the Budgetary Comparison Schedules
For the Year Ended June 30, 2012**

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments are recorded, is employed by the General Fund and Capital Projects Funds.

Encumbrances outstanding at year-end lapse and are re-encumbered the following year.

Excess of Expenditures Over Appropriations

For the year ended June 30, 2012, the following funds had actual expenditures over appropriations, at the functional level:

	Budget	Actual	Excess
Fund and Function			
General Fund			
Regular Education Programs	\$137,677,289	\$138,129,144	\$ 451,855

Actual expenditures exceeded appropriations as a result of unanticipated expenditures occurring in the month of June after the last budget revision and/or unanticipated revenues needing to be transferred to other funds. The excess expenditures were funded by available and appropriable fund balances.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Statement 1-3

**Schedule of Funding Progress
For the Year Ended June 30, 2012**

Actuarial Valuation Date	Actuarial Value of Assets	Medical Actuarial Accrued Liabilities (AAL)	Life Actuarial Accrued Liabilities (AAL)	Actuarial Accrued Liabilities (AAL)	Total Unfunded Actuarial Accrued Liabilities (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
July 1, 2009	\$ -	\$ 395,091,838	\$ 7,314,825	\$ 402,406,663	\$ 402,406,663	0.00%	\$ 255,810,577	157.31%
July 1, 2010	\$ -	\$ 497,282,042	\$ 19,616,854	\$ 516,898,896	\$ 516,898,896	0.00%	\$ 259,760,074	198.99%
July 1, 2011	\$ -	\$ 497,282,042	\$ 19,616,854	\$ 516,898,896	\$ 516,898,896	0.00%	\$ 258,087,974	201.84%

See independent auditor's report.



"Big T"

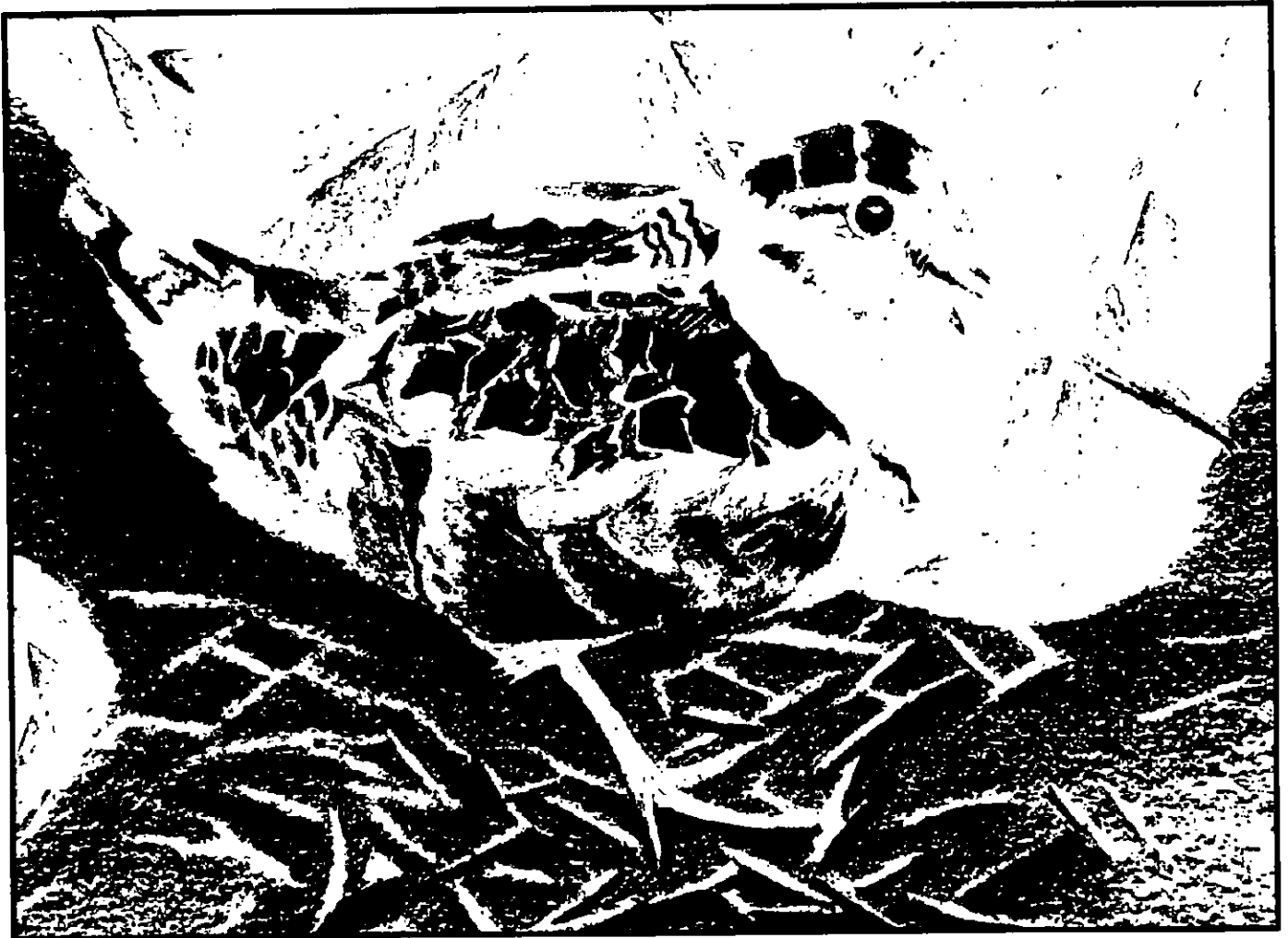
Mason Watson - Grade 12

Sherrel Alack - Teacher

Fontainebleau High School

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

OTHER SUPPLEMENTARY INFORMATION



"Wood Duck"
Dominic Tran - Grade 11
Sherrel Alack - Teacher
Fontainebleau High School

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Description of Non-Major Funds

Special Revenue Funds:

NCLB - This fund is used to account for Federal Grants received and the programs expenditures under the No Child Left Behind Act.

IDEA - This fund is used to account for Federal Grants received and the programs expenditures under the Individuals with Disabilities Act.

TANF - This fund is used to account for Federal and State Grants received and the programs expenditures under the Temporary Aide for Needy Families Act.

Vocational Education - This fund is used to account for Federal Grants received and the related expenditures, for vocational education.

Miscellaneous Programs - This fund is used to account for Federal, State and Local Grants received and the programs expenditures related to various programs.

8G - This fund is used to account for State Grants received and the programs expenditures related to 8G Funding.

School Food Service - This fund is used to account for the revenue and expenditures related to the School Boards student lunch and breakfast programs.

CDBG - This fund is used to account for the revenue and expenditures related to the Community Development Block Grant. This grant was awarded to reimburse the School Board for disaster related expenses that were not covered by the Federal Emergency Management Agency (FEMA) grants.

Capital Project Funds:

2004 Construction - This fund is used to account for the capital expenditures of the 2004 bond proceeds.

Re-Roofing Construction - This fund is used to account for the capital expenditures for various roofing projects throughout the District.

Parishwide Construction - This fund is used to account for the capital expenditures for various construction projects throughout the District not specifically funded through bond issues.

QSCB Construction - This fund is used to account for the capital expenditures of the 2009 QSCB bond proceeds.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Non-Major Fund Descriptions (Continued)

Internal Service Funds:

Workers' Compensation - This fund is used to account for the expenditures for workers' compensation claims for School Board employees.

Risk Management - This fund is used to account for the expenditures for general and auto liability claims for the School Board.

Health/Life Insurance - This fund is used to account for the expenditures for health and life insurance claims for the School Board.

Agency Funds:

School Activity - This fund is used to account for the various individual schools student activity funds.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**COMBINING
NON-MAJOR GOVERNMENTAL FUNDS -
BY FUND TYPE**

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Exhibit 1

**Non-Major Governmental Funds
Combining Balance Sheet - By Fund Type
June 30, 2012
With Comparative Totals for June 30, 2011**

	Special Revenue	Capital Projects	Totals	
			2012	2011
Assets:				
Cash and Cash Equivalents	\$ 1,857,282	\$ 5,008,541	\$ 6,865,823	\$ 7,133,550
Receivables				
Intergovernmental:				
Federal	2,593,321	-	2,593,321	1,858,914
State	179,179	-	179,179	15,225
Local	419	-	419	3,859
Due from Other Funds	714	-	714	1,125
Inventory	300,512	-	300,512	381,968
Restricted Cash and Investments	-	2,963,453	2,963,453	10,900,977
Total Assets	\$ 4,931,427	\$ 7,971,994	\$ 12,903,421	\$ 20,275,616
Liabilities and Fund Balances				
Liabilities:				
Salaries and Wages Payable	\$ 12,581	\$ -	\$ 12,581	\$ -
Accounts Payable	365,238	727,543	1,092,779	1,841,801
Contract/Retainage Payable	-	1,375,603	1,375,603	1,106,807
Due to Other Funds	2,318,969	-	2,318,969	1,882,818
Deferred Revenues	-	-	-	32,073
Other Liabilities	93,002	-	93,002	-
Total Liabilities	2,769,788	2,103,146	4,892,934	4,863,499
Fund Equity:				
Non-spendable:				
Inventory	300,512	-	300,512	381,968
Restricted for:				
Construction	-	1,719,529	1,719,529	8,969,093
Food Service	1,446,784	-	1,446,784	1,688,737
Committed for:				
Special Programs	394,343	-	394,343	305,995
Assigned for:				
Construction	-	4,149,319	4,149,319	4,086,326
Total Fund Balances	2,141,639	5,868,848	8,010,487	15,412,117
Total Liabilities and Fund Balances	\$ 4,931,427	\$ 7,971,994	\$ 12,903,421	\$ 20,275,616

See independent auditor's report.

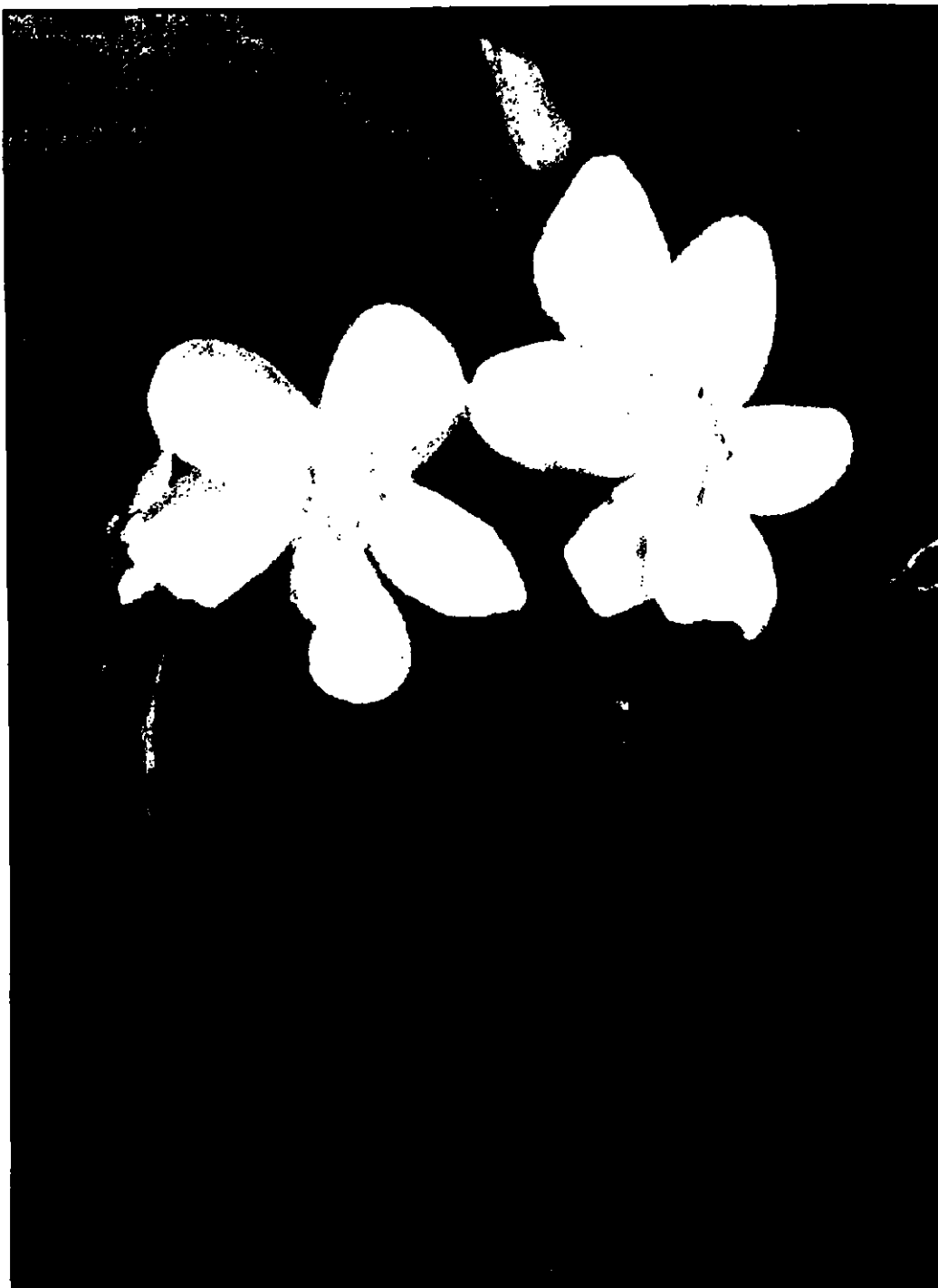
**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Exhibit 2

**Non-Major Governmental Funds
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances - By Fund Type
For the Year Ended June 30, 2012
With Comparative Totals for the Year Ended June 30, 2011**

	Special Revenue	Capital Projects	Totals	
			2012	2011
Revenues				
Local Sources:				
Tuition	\$ 9,269	\$ -	\$ 9,269	\$ -
Earnings on Investments	18,718	87,461	106,179	183,538
Food Service	2,994,653	-	2,994,653	3,050,741
Other	280,051	859	280,910	340,258
State Sources:				
Equalization (MFP)	5,481,496	-	5,481,496	2,175,000
Other	1,583,194	-	1,583,194	2,095,772
Federal Sources	45,435,945	-	45,435,945	48,506,183
Total Revenues	55,783,328	88,320	55,871,648	56,351,488
Expenditures				
Current:				
Instruction:				
Regular Ed Programs	1,907,851	-	1,907,851	2,303,114
Special Ed Programs	6,175,979	-	6,175,979	4,794,013
Vocational Ed Programs	310,220	-	310,220	381,540
Other Instructional Programs	795,827	-	795,827	1,007,757
Special Programs	8,345,978	-	8,345,978	11,356,521
Support Services:				
Pupil Support	3,419,309	-	3,419,309	3,803,680
Instructional Staff Support	4,387,220	-	4,387,220	4,373,448
General Administration	3,692	-	3,692	30,133
School Administration	11,966	-	11,966	4,100,438
Operation and Maintenance of Plant	11,705	679,450	691,155	4,872,429
Pupil Transportation	175,558	-	175,558	281,930
Central Services	56,083	-	56,083	54,145
Food Service	21,112,331	-	21,112,331	16,872,623
Facilities Acquisition and Construction	1,384,073	11,053,448	12,417,521	20,969,582
Total Expenditures	48,077,792	11,732,898	59,810,690	75,201,349
Excess (Deficiency) of Revenues Over Expenditures	7,705,536	(11,644,578)	(3,939,044)	(18,849,861)
Other Financing Sources (Uses)				
Transfers in	2,038,000	5,063,007	7,101,007	7,986,274
Transfers out	(9,958,593)	(805,000)	(10,563,593)	(5,119,603)
Total Other Financing Sources (Uses)	(7,920,593)	4,458,007	(3,462,586)	2,866,671
Net Change in Fund Balances	(215,059)	(7,186,571)	(7,401,630)	(15,983,190)
Fund Balances, Beginning of Year	2,358,698	13,055,419	15,412,117	31,395,307
Fund Balances, End of Year	\$ 2,141,639	\$ 5,868,848	\$ 8,010,487	\$ 15,412,117

See independent auditor's report.



"Pinks"

Bailey Johnson - Grade 11

Sherrrel Alack - Teacher

Fontainebleau High School

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

NON-MAJOR SPECIAL REVENUE FUNDS

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**Non-Major Special Revenue Funds
Combining Balance Sheet
June 30, 2012
With Comparative Totals for June 30, 2011**

	NCLB	IDEA	TANF	Vocational Education
Assets				
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -
Receivables				
Federal	372,509	950,730	401,508	101,592
State	-	-	-	-
Local	-	-	-	-
Due from Other Funds	-	-	-	-
Inventory	-	-	-	-
Total Assets	\$ 372,509	\$ 950,730	\$ 401,508	\$ 101,592
Liabilities and Fund Balances				
Liabilities				
Salaries and Wages Payable	\$ -	\$ -	\$ -	\$ -
Accounts Payable	-	-	-	-
Due to Other Funds	372,509	950,730	401,508	101,592
Deferred Revenues	-	-	-	-
Other Liabilities	-	-	-	-
Total Liabilities	372,509	950,730	401,508	101,592
Fund Equity				
Non-Spendable:				
Inventory	-	-	-	-
Restricted for:				
Food Service	-	-	-	-
Committed for:				
Special Programs	-	-	-	-
Total Fund Balances	-	-	-	-
Total Liabilities and Fund Balances	\$ 372,509	\$ 950,730	\$ 401,508	\$ 101,592

See independent auditor's report.

Miscellaneous Programs	8G	School Food Service	CDBG	Totals	
				2012	2011
\$ 239,083	\$ -	\$ 1,527,750	\$ 90,449	\$ 1,857,282	\$ 2,169,048
139,763	-	32,431	594,788	2,593,321	1,858,914
161,312	17,867	-	-	179,179	15,225
-	-	419	-	419	3,859
714	-	-	-	714	1,125
-	-	300,512	-	300,512	361,966
<hr/>					
\$ 540,872	\$ 17,867	\$ 1,861,112	\$ 685,237	\$ 4,831,427	\$ 4,410,135
<hr/>					
\$ -	\$ -	\$ 12,581	\$ -	\$ 12,581	\$ -
6,768	-	8,233	350,237	365,236	138,546
139,763	17,867	-	335,000	2,318,969	1,882,818
-	-	-	-	-	32,073
-	-	93,002	-	93,002	-
<hr/>					
146,529	17,867	113,816	685,237	2,789,788	2,053,437
<hr/>					
-	-	300,512	-	300,512	361,966
-	-	1,446,784	-	1,446,784	1,688,737
394,343	-	-	-	394,343	305,995
<hr/>					
394,343	-	1,747,296	-	2,141,639	2,356,698
<hr/>					
\$ 540,872	\$ 17,867	\$ 1,861,112	\$ 685,237	\$ 4,831,427	\$ 4,410,135

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**Non-Major Special Revenue Funds
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended June 30, 2012
With Comparative Totals for the Year Ended June 30, 2011**

	NCLB	IDEA	TANF	Vocational Education
Revenues				
Local Sources:				
Tuition	\$ -	\$ -	\$ -	\$ -
Earnings on Investments	-	-	-	-
Food Service	-	-	-	-
Other	-	-	-	-
State Sources:				
Equalization (MFP)	-	-	-	-
Other	-	-	-	-
Federal Sources	9,019,791	10,983,508	3,633,589	385,025
Total Revenues	9,019,791	10,983,508	3,633,589	385,025
Expenditures				
Current:				
Instruction:				
Regular Ed Programs	1,084,255	-	-	-
Special Ed Programs	-	5,611,008	-	-
Vocational Ed programs	-	-	-	273,574
Other Instructional Programs	9,639	-	100,000	-
Special Programs	4,524,186	-	3,533,589	-
Support Services:				
Pupil Support	377,004	2,807,880	-	111,363
Instructional Staff Support	2,427,127	1,875,533	-	-
General Administration	1,872	1,540	-	88
School Administration	11,986	-	-	-
Operation and Maintenance of Plant	5,230	1,309	-	-
Pupil Transportation	50,028	108,963	-	-
Central Services	58,083	-	-	-
Food Service	757	-	-	-
Facilities Acquisition and Construction	-	-	-	-
Total Expenditures	8,548,147	10,406,233	3,633,589	385,025
Excess (Deficiency) of Revenues Over Expenditures	471,644	577,275	-	-
Other Financing Sources (Uses)				
Transfers In	-	-	-	-
Transfers Out	(471,644)	(577,275)	-	-
Total Other Financing Sources (Uses)	(471,644)	(577,275)	-	-
Net Change in Fund Balances	-	-	-	-
Fund Balances, Beginning of Year	-	-	-	-
Fund Balances, End of Year	\$ -	\$ -	\$ -	\$ -

See independent auditor's report.

Miscellaneous Programs	80	School Food Service	CDBG	Totals	
				2012	2011
\$ 9,269	\$ -	\$ -	\$ -	\$ 9,269	\$ -
-	-	18,718	-	18,718	5,199
-	-	2,994,853	-	2,994,853	3,050,741
242,008	-	38,043	-	280,051	338,006
-	-	5,461,496	-	5,461,496	2,175,000
1,114,574	468,620	-	-	1,583,194	2,095,772
925,157	-	10,486,821	10,002,054	46,436,945	48,506,183
2,291,008	468,620	18,999,731	10,002,054	56,783,328	56,170,901
722,636	100,960	-	-	1,907,851	2,303,114
236,594	328,377	-	-	6,175,979	4,794,013
38,648	-	-	-	310,220	381,540
686,188	-	-	-	795,827	1,007,757
288,203	-	-	-	8,345,978	11,356,521
123,062	-	-	-	3,419,309	3,803,680
45,277	39,283	-	-	4,387,220	4,373,446
192	-	-	-	3,692	30,133
-	-	-	-	11,966	4,100,438.00
5,166	-	-	-	11,705	4,872,429
16,567	-	-	-	175,558	281,930
-	-	-	-	58,083	54,145
-	-	21,111,574	-	21,112,331	16,872,623
-	-	-	1,364,073	1,364,073	98,870
2,160,531	468,620	21,111,574	1,364,073	48,077,792	54,330,637
130,477	-	(2,111,843)	8,637,981	7,705,534	1,840,264
-	-	2,038,000	-	2,038,000	2,175,382
(42,129)	-	(229,564)	(8,637,981)	(9,858,593)	(3,538,003)
(42,129)	-	1,808,438	(8,637,981)	(7,920,593)	(1,362,621)
88,348	-	(303,407)	-	(215,059)	477,643
305,995	-	2,050,703	-	2,356,698	1,879,055
\$ 394,343	\$ -	\$ 1,747,296	\$ -	\$ 2,141,639	\$ 2,356,698

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Exhibit 5

**Non-Major Special Revenue Funds
NCLB Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2012**

	Budget	Actual	Variance From Budget
Revenues			
Federal Sources	\$ 9,019,791	\$ 9,019,791	\$ -
Total Revenues	9,019,791	9,019,791	-
Expenditures			
Instruction:			
Regular Ed Programs	1,052,061	1,084,255	(32,194)
Other Instructional Programs	7,871	9,639	(1,768)
Special Programs	4,535,111	4,524,186	10,925
Support Services:			
Pupil Support	384,369	377,004	7,365
Instructional Staff Support	2,426,654	2,427,127	(473)
General Administration	2,463	1,872	591
School Administration	14,159	11,866	2,193
Operation and Maintenance of Plant	7,274	5,230	2,044
Pupil Transportation	54,727	50,028	4,699
Central Services	62,071	56,083	5,988
Food Services	1,374	757	617
Total Expenditures	8,548,134	8,548,147	(13)
Excess of Revenues Over Expenditures	471,657	471,644	(13)
Other Financing Uses			
Transfers Out	(471,657)	(471,644)	13
Total Other Financing Uses	(471,657)	(471,644)	13
Net Change in Fund Balance	-	-	-
Fund Balance, Beginning of Year	-	-	-
Fund Balance, End of Year	\$ -	\$ -	\$ -

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Exhibit 6

**IDEA Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2012**

	Budget	Actual	Variance From Budget
Revenues			
Federal Sources	\$ 10,983,508	\$ 10,983,508	\$ -
Total Revenues	<u>10,983,508</u>	<u>10,983,508</u>	<u>-</u>
Expenditures			
Instruction:			
Special Education Programs	5,748,103	5,611,008	137,095
Support services:			
Pupil Support	2,706,867	2,807,880	(101,013)
Instructional Staff Support	1,853,244	1,875,533	(22,289)
General Administration	4,685	1,540	3,145
Operation and Maintenance of Plant	1,309	1,309	-
Pupil Transportation	92,025	108,963	(16,938)
Total Expenditures	<u>10,406,233</u>	<u>10,406,233</u>	<u>-</u>
Excess of Revenues Over Expenditures	<u>577,275</u>	<u>577,275</u>	<u>-</u>
Other Financing Uses			
Transfers Out	(577,275)	(577,275)	-
Total Other Financing Uses	<u>(577,275)</u>	<u>(577,275)</u>	<u>-</u>
Net Change in Fund Balance	-	-	-
Fund Balance, Beginning of Year	-	-	-
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Exhibit 7

**TANF Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2012**

	Budget	Actual	Variance From Budget
Revenues			
Federal Sources	\$ 3,633,589	\$ 3,633,589	\$ -
Total Revenues	3,633,589	3,633,589	-
Expenditures			
Instruction:			
Other Instructional Programs	100,000	100,000	-
Special Programs	3,533,589	3,533,589	-
Total Expenditures	3,633,589	3,633,589	-
Net Change in Fund Balance	-	-	-
Fund Balance, Beginning of Year	-	-	-
Fund Balance, End of Year	\$ -	\$ -	\$ -

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Exhibit 8

**Vocational Education Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2012**

	Budget	Actual	Variance From Budget
Revenues			
Federal Sources	\$ 385,025	\$ 385,025	\$ -
Total Revenues	385,025	385,025	-
Expenditures			
Vocational Education Programs	268,988	273,574	(4,586)
Pupil Support	114,587	111,363	3,224
General Administration	1,450	88	1,362
Total Expenditures	385,025	385,025	-
Net Change in Fund Balance	-	-	-
Fund Balance, Beginning of Year	-	-	-
Fund Balance, End of Year	\$ -	\$ -	\$ -

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Exhibit 9

**Miscellaneous Programs Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2012**

	Budget	Actual	Variance From Budget
Revenues			
Local Sources:			
Tuition	\$ 9,269	\$ 9,269	\$ -
Other	242,008	242,008	-
State Sources-Other	1,114,574	1,114,574	-
Federal Sources	925,157	925,157	-
Total Revenues	2,291,008	2,291,008	-
Expenditures			
Instruction:			
Regular Ed Programs	743,399	722,636	20,763
Special Ed Programs	236,594	236,594	-
Vocational Ed Programs	36,646	36,646	-
Other Instructional Programs	694,379	686,188	8,191
Special Programs	280,200	288,203	(8,003)
Support Services:			
Pupil Support	102,457	123,062	(20,605)
Instructional Staff Support	51,110	45,277	5,833
General Administration	-	192	(192)
Operation and Maintenance of Plant	6,593	5,166	1,427
Pupil Transportation	8,253	16,567	(8,314)
Total Expenditures	2,159,631	2,160,531	(900)
Excess of Revenues Over Expenditures	131,377	130,477	(900)
Other Financing Uses			
Transfers Out	(42,129)	(42,129)	-
Total Other Financing Uses	(42,129)	(42,129)	-
Net Change in Fund Balance	89,248	88,348	(900)
Fund Balance, Beginning of Year	305,995	305,995	-
Fund Balance, End of Year	\$ 395,243	\$ 394,343	\$ (900)

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Exhibit 10

**8G Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2012**

	Budget	Actual	Variance From Budget
Revenues			
State Sources-Other	\$ 468,620	\$ 468,620	\$ -
Total Revenues	<u>468,620</u>	<u>468,620</u>	<u>-</u>
Expenditures			
Instruction:			
Regular Ed Programs	100,960	100,960	-
Special Programs	328,377	328,377	-
Support Services:			
Instructional Staff Support	<u>39,283</u>	<u>39,283</u>	<u>-</u>
Total Expenditures	<u>468,620</u>	<u>468,620</u>	<u>-</u>
Net Change in Fund Balance	-	-	-
Fund Balance, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Exhibit 11

**School Food Service Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2012**

	Budget	Actual	Variance From Budget
Revenues			
Local Sources:			
Earnings on Investments	\$ 18,718	\$ 18,718	\$ -
Food Service	2,994,653	2,994,653	-
Other	38,043	38,043	-
State Sources - Equalization	5,461,496	5,461,496	-
Federal Sources	10,486,821	10,486,821	-
Total Revenues	18,999,731	18,999,731	-
Expenditures			
Food Service	21,470,465	21,111,574	358,891
Total Expenditures	21,470,465	21,111,574	358,891
Deficiency of Revenues Over Expenditures	(2,470,734)	(2,111,843)	358,891
Other Financing Sources (Uses)			
Transfers In - General Fund	2,038,000	2,038,000	-
Transfers Out - General Fund	(229,564)	(229,564)	-
Total Other Financing Sources (Uses)	1,808,436	1,808,436	-
Net Change in Fund Balance	(662,298)	(303,407)	358,891
Fund Balance, Beginning of Year	2,050,703	2,050,703	-
Fund Balance, End of Year	\$ 1,388,405	\$ 1,747,296	\$ 358,891

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Exhibit 12

**Community Development Block Grant (CDBG) Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2012**

	Budget	Actual	Variance From Budget
Revenues			
Federal Sources	\$ 10,002,054	\$ 10,002,054	\$ -
Total Revenues	10,002,054	10,002,054	-
Expenditures			
Architects and Engineers	250,174	250,174	-
Construction Contracts	1,113,899	1,113,899	-
Total Expenditures	1,364,073	1,364,073	-
Excess of Revenue Over Expenditures	8,637,981	8,637,981	-
Other Financing Uses			
Transfers Out - General Fund	(310,967)	(310,967)	-
Transfers Out - Katrina Fund	(8,289,007)	(8,289,007)	-
Transfers Out - Re-roofing Construction Fund	(38,007)	(38,007)	-
Total Other Financing Uses	(8,637,981)	(8,637,981)	-
Net Change in Fund Balance	-	-	-
Fund Balance, Beginning of Year	-	-	-
Fund Balance, End of Year	\$ -	\$ -	\$ -

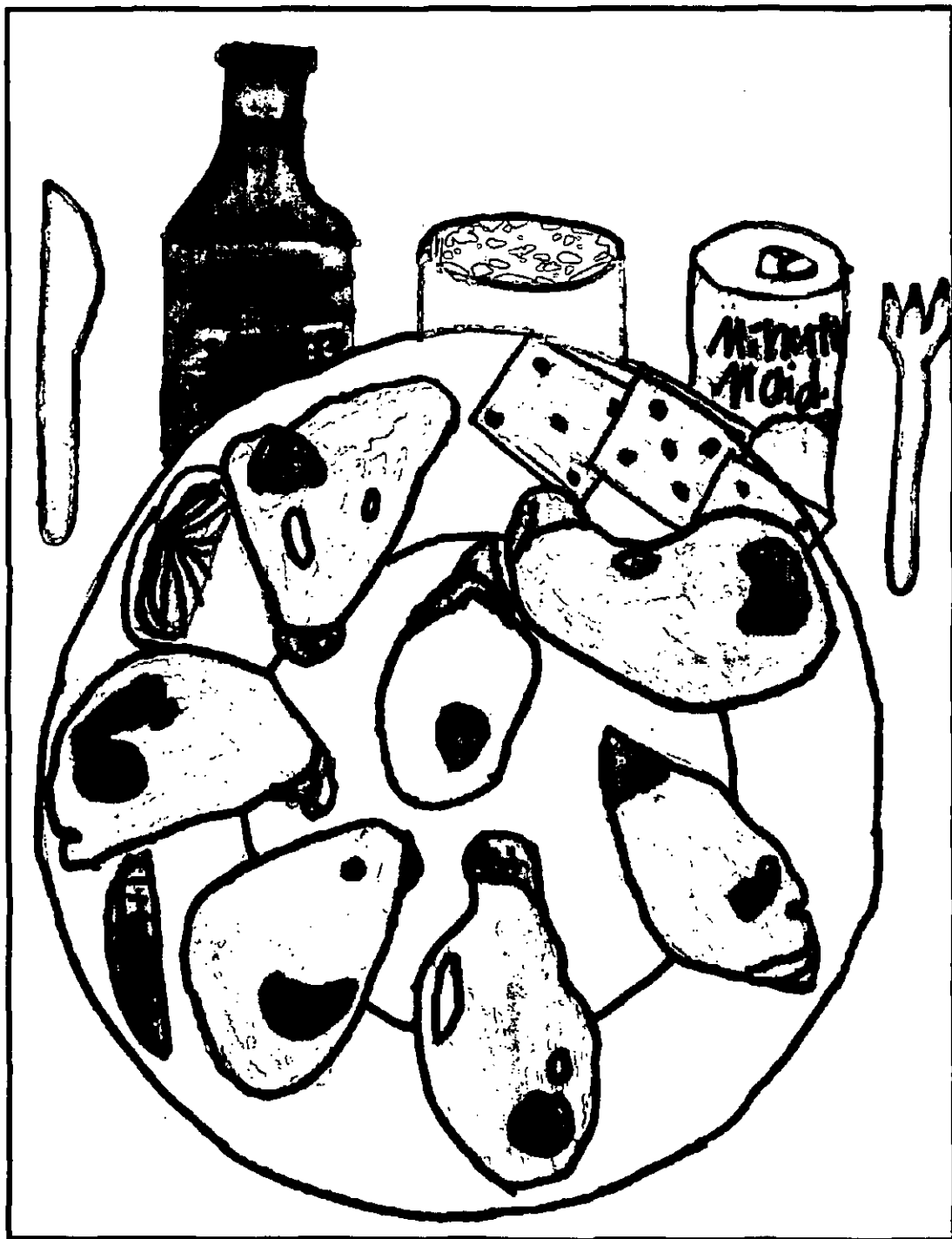
See independent auditor's report.



"Tree Frog"
Cameron Guzzardo - Grade 8
Adair Watkins - Teacher
Fontainebleau High School

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

NON-MAJOR CAPITAL PROJECTS FUNDS



"Let's Eat!"
Logan Livaudais - Grade 3
Paula Ourso - Teacher
Pontchartrain Elementary

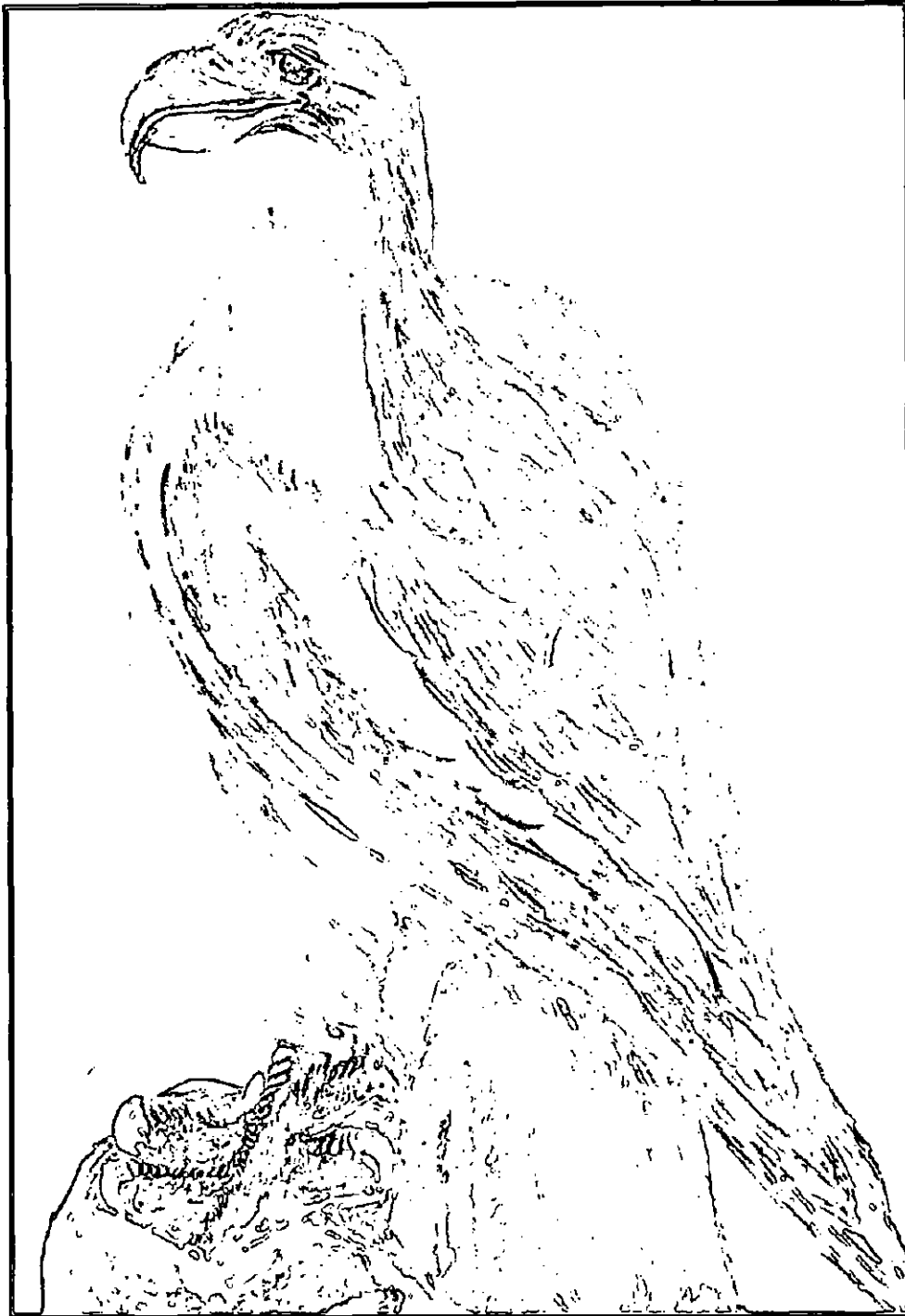
**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Exhibit 13

**Non-Major Capital Projects Funds
Combining Balance Sheet
June 30, 2012
With Comparative Totals for June 30, 2011**

	2004 Construction	Re-Roofing Construction	Parishwide Construction	QSCB Construction	Totals	
					2012	2011
Assets						
Cash and Cash Equivalents	\$ -	\$ 3,068,339	\$ 1,940,202	\$ -	\$ 5,008,541	\$ 4,964,504
Restricted Cash and Investments	2,370,072	-	-	593,381	2,963,453	10,900,877
Total Assets	\$ 2,370,072	\$ 3,068,339	\$ 1,940,202	\$ 593,381	\$ 7,971,994	\$ 15,865,481
Liabilities and Equity						
Liabilities						
Accounts Payable	\$ 58,492	\$ 420,378	\$ 248,873	\$ -	\$ 727,543	\$ 1,703,255
Contract and Retainage Payable	930,225	128,020	64,151	255,207	1,375,603	1,106,807
Total Liabilities	988,717	548,398	312,824	255,207	\$ 2,103,146	2,810,062
Fund Equity:						
Restricted for:						
Construction	1,381,355	-	-	338,174	1,719,529	8,969,093
Assigned for:						
Construction	-	2,521,941	1,627,378	-	4,149,319	4,086,328
Total Fund Equity	1,381,355	2,521,941	1,627,378	338,174	5,868,848	13,055,419
Total Liabilities and Fund Equity	\$ 2,370,072	\$ 3,068,339	\$ 1,940,202	\$ 593,381	\$ 7,971,994	\$ 15,865,481

See independent auditor's report.



"The Eagle"
Grant Saizan
Robyn Kennedy - Teacher
Mandeville Middle

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Exhibit 14

**Non-Major Capital Projects Funds
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended June 30, 2012
With Comparative Totals for the Year Ended June 30, 2011**

	2004 Construction	Re-Roofing Construction	Parishwide Construction	QSCB Construction	Totals	
					2012	2011
Revenues						
Earnings on Investments	\$ 37,473	\$ 26,593	\$ 15,414	\$ 7,981	\$ 87,461	\$ 178,337
Miscellaneous	-	-	859	-	859	2,250
Total Revenues	37,473	26,593	16,273	7,981	88,320	180,587
Expenditures						
Operation and Maintenance of Plant:						
Repairs and Maintenance	-	5,233	368,307	-	373,540	-
Rental of Land and Buildings	-	-	305,910	-	305,910	-
Facilities Acquisition and Construction:						
Building Site Improvements	-	-	1,340,844	2,573,670	3,914,514	7,600,635
Building and Land Acquisitions	-	-	-	-	-	188,976
Construction Contracts	4,858,045	1,520,803	-	-	6,378,848	12,049,846
Architect and Engineers	171,217	110,211	158,817	58,000	498,045	693,553
Equipment	198,222	-	24,855	39,864.00	264,041	124,979
Other	-	-	-	-	-	14,723
Total Expenditures	5,228,484	1,636,247	2,168,633	2,671,534	11,732,698	20,870,712
Deficiency of Revenues Over Expenditures	(5,191,011)	(1,609,654)	(2,180,360)	(2,663,553)	(11,644,678)	(20,690,125)
Other Financing Sources (Uses)						
Transfers In	-	1,038,007	3,420,000	605,000	5,063,007	5,810,892
Transfers Out	-	-	(608,000)	-	(608,000)	(1,581,800)
Total Other Financing Sources (Uses)	-	1,038,007	2,812,000	605,000	4,455,007	4,229,092
Net Change in Fund Balances	(5,191,011)	(571,647)	634,640	(2,058,553)	(7,186,571)	(16,460,833)
Fund Balances, Beginning of Year	6,572,366	3,063,568	992,738	2,396,727	13,055,419	29,516,252
Fund Balances, End of Year	\$ 1,381,355	\$ 2,521,941	\$ 1,627,378	\$ 338,174	\$ 5,868,848	\$ 13,055,419

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Exhibit 15

**2004 Construction Capital Projects Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2012**

	Budget	Actual	Variance From Budget
Revenues			
Earnings on Investments	\$ 37,473	\$ 37,473	\$ -
Total Revenues	37,473	37,473	-
Expenditures			
Facilities Acquisition and Construction:			
Equipment	750,000	199,222	550,778
Construction Contracts	5,657,366	4,858,045	799,321
Architects and Engineers	195,000	171,217	23,783
Total Expenditures	6,602,366	5,228,484	1,373,882
Net Change in Fund Balance	(6,564,893)	(5,191,011)	1,373,882
Fund Balance, Beginning of Year	6,572,366	6,572,366	-
Fund Balance, End of Year	\$ 7,473	\$ 1,381,355	\$ 1,373,882

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Exhibit 16

**Re-Roofing Construction Capital Projects Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2012**

	Budget	Actual	Variance From Budget
Revenues			
Earnings on Investments	\$ 26,593	\$ 26,593	\$ -
Total Revenues	26,593	26,593	-
Expenditures			
Operation and Maintenance of Plant:			
Repairs and Maintenance	20,000	5,233	14,767
Facilities Acquisition and Construction:			
Construction Contracts	3,500,000	1,520,803	1,979,197
Architects and Engineers	250,000	110,211	139,789
Total Expenditures	3,770,000	1,636,247	2,133,753
Deficiency of Revenues Over Expenditures	(3,743,407)	(1,609,654)	2,133,753
Other Financing Sources			
Transfers In - General Fund	1,000,000	1,000,000	-
Transfers In - CDBG Fund	38,007	38,007	-
Total Other Financing Sources	1,038,007	1,038,007	-
Net Change in Fund Balance	(2,705,400)	(571,647)	2,133,753
Fund Balance, Beginning of Year	3,093,588	3,093,588	-
Fund Balance, End of Year	\$ 388,188	\$ 2,521,941	\$ 2,133,753

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Exhibit 17

**Parishwide Construction Capital Projects Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2012**

	Budget	Actual	Variance From Budget
Revenues			
Earnings on Investments	\$ 15,414	\$ 15,414	\$ -
Contributions and Donations	859	859	-
Total Revenues	16,273	16,273	-
Expenditures			
Operation and Maintenance of Plant:			
Repairs and Maintenance	615,000	368,307	246,693
Rental of Land and Buildings	365,000	305,910	59,090
Facilities Acquisition and Construction:			
Building and Site Improvements	2,364,011	1,340,844	1,023,167
Architects and Engineers	320,000	156,617	163,383
Equipment	160,000	24,955	135,045
Total Expenditures	3,824,011	2,196,633	1,627,378
Deficiency of Revenues Over Expenditures	(3,807,738)	(2,180,360)	1,627,378
Other Financing Sources (Uses)			
Transfers In - General Fund	1,820,000	1,820,000	-
Transfers In - Katrina Fund	1,800,000	1,800,000	-
Transfers Out - QSCB Fund	(605,000)	(605,000)	-
Total Other Financing Sources (Uses)	2,815,000	2,815,000	-
Net Change in Fund Balance	(992,738)	834,640	1,627,378
Fund Balance, Beginning of Year	992,738	992,738	-
Fund Balance, End of Year	\$ -	\$ 1,627,378	\$ 1,627,378

See independent auditor's report.



"Pelican on a Limb"
Nicole Durham - Grade 12
Sherrel Alack - Teacher
Fontainebleau High School

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Exhibit 18

**QSCB Construction Capital Projects Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2012**

	Budget	Actual	Variance From Budget
Revenues			
Earnings on Investments	\$ 7,981	\$ 7,981	\$ -
Total Revenues	<u>7,981</u>	<u>7,981</u>	<u>-</u>
Expenditures			
Facilities Acquisition and Construction:			
Building and Site Improvements	2,759,708	2,573,670	186,038
Architects and Engineers	200,000	58,000	142,000
Equipment	50,000	39,864	10,136
Total Expenditures	<u>3,009,708</u>	<u>2,671,534</u>	<u>338,174</u>
Deficiency of Revenues Over Expenditures	<u>(3,001,727)</u>	<u>(2,663,553)</u>	<u>(338,174)</u>
Other Financing Sources			
Transfers In - Parishwide Fund	605,000	605,000	-
Total Other Financing Sources	<u>605,000</u>	<u>605,000</u>	<u>-</u>
Net Change in Fund Balance	<u>(2,396,727)</u>	<u>(2,058,553)</u>	<u>(338,174)</u>
Fund Balance, Beginning of Year	<u>2,396,727</u>	<u>2,396,727</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ 338,174</u>	<u>\$ (338,174)</u>

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

NON-MAJOR INTERNAL SERVICE FUNDS

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Exhibit 19

**Non-Major Internal Service Funds
Combining Statement of Net Assets
June 30, 2012**

	Workers Compensation	Risk Management	Health/Life Insurance	Total June 30, 2012
Current Assets				
Cash and Cash Equivalents	\$ 7,965,152	\$ 2,186,308	\$ 3,728,736	\$ 13,880,196
Investments	950,000	-	-	950,000
Prepays	44,475	15,626	492,711	552,812
Accounts Receivable	162,058	6,000	237,171	405,229
Due from Other Funds	-	260,000	6,900,000	7,160,000
Total Assets	\$ 9,121,685	\$ 2,467,934	\$ 11,358,618	\$ 22,948,237
Liabilities and Net Assets				
Current Liabilities				
Accounts Payable	\$ 77,627	\$ 29,321	\$ 6,624	\$ 113,572
Due to Other Funds	-	-	3,287,648	3,287,648
Benefit Claims Payable	3,610,745	-	6,098,580	9,709,325
Claims Liability	-	567,236	-	567,236
Total Current Liabilities	3,688,372	596,557	9,392,852	13,677,781
Long-Term Liabilities				
Benefit Claims Payable	5,025,787	-	-	5,025,787
Claims Liability	-	722,005	-	722,005
Total Long-Term Liabilities	5,025,787	722,005	-	5,747,792
Total Liabilities	8,714,159	1,318,562	9,392,852	19,425,573
Net Assets				
Restricted for Employee Benefits	407,526	-	1,965,766	2,373,292
Unrestricted	-	1,149,372	-	1,149,372
Total Net Assets	407,526	1,149,372	1,965,766	3,522,664
Total Liabilities and Net Assets	\$ 9,121,685	\$ 2,467,934	\$ 11,358,618	\$ 22,948,237

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Exhibit 20

**Non-Major Internal Service Funds
Combining Statement of Revenues, Expenses, and
Changes in Net Assets
For the Year Ended June 30, 2012**

	Workers Compensation	Risk Management	Health Insurance	Total June 30, 2012
Operating Revenues				
Employer/Employee Contributions	\$ 4,695,995	\$ 4,005,495	\$ 72,542,639	\$ 81,244,129
Decrease in Incurred but Not Reported (IBNR) Claims	-	-	1,702,989	1,702,989
Federal Sources	-	-	704,565	704,565
Total Operating Revenues	4,695,995	4,005,495	74,950,193	83,651,683
Operating Expenses				
Administrative	25,537	150,894	-	176,431
Contractual Services	515,502	228,046	5,583,092	6,326,640
Premium Payments	-	1,773,370	-	1,773,370
Benefit Payments	3,048,101	-	67,807,868	70,853,969
Claims	-	705,526	-	705,526
Increase in Incurred but Not Reported (IBNR) Claims	1,110,536	125,235	-	1,235,771
Total Operating Expenses	4,697,676	2,983,071	73,390,960	81,071,707
Operating Income (Loss)	(1,681)	1,022,424	1,559,233	2,579,976
Non-Operating Revenue				
Earnings on Investments	54,590	8,579	35,885	99,054
Total Non-Operating Revenue	54,590	8,579	35,885	99,054
Changes in Net Assets	52,909	1,031,003	1,595,118	2,679,030
Net Assets, Beginning of Year	354,617	118,369	370,648.00	843,634
Net Assets, End of Year	\$ 407,526	\$ 1,149,372	\$ 1,965,766	\$ 3,522,664

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Exhibit 21

**Non-Major Internal Service Funds
Combining Statement of Cash Flows
For the Year Ended June 30, 2012**

	Workers Compensation	Risk Management	Health Insurance	Total June 30, 2012
Cash Flows from Operating Activities				
Receipts from Employer and Employee Contributions	\$ 4,533,937	\$ 3,999,495	\$ 72,676,116	\$ 81,209,548
Receipt from Federal Grant	-	-	704,565	704,565
Payments for Benefits and Claims	(3,048,102)	(705,526)	(67,807,968)	(71,559,496)
Payments for Insurance Premiums	-	(1,773,370)	-	(1,773,370)
Payments for Administrative and Contractual Services	(561,058)	(847,750)	(7,158,052)	(8,366,861)
Net Cash Provided by (Used in) Operating Activities	928,776	872,849	(1,585,239)	214,386
Cash Flows From Investing Activities				
Earnings on Cash and Investments	54,590	8,579	35,885	99,054
Net Cash Provided by Investing Activities	54,590	8,579	35,885	99,054
Net Increase (Decrease) in Cash and Cash Equivalents	981,366	881,428	(1,549,354)	313,440
Cash and Cash Equivalents, Beginning of Year	6,983,786	1,304,880	5,278,090.00	13,566,756
Cash and Cash Equivalents, End of Year	\$ 7,965,152	\$ 2,186,308	\$ 3,728,736	\$ 13,880,196
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:				
Operating Income (Loss)	\$ (1,681)	\$ 1,022,424	\$ 1,559,233	2,579,976
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:				
Increase (Decrease) in Incurred but Not Reported (IBNR) Claims	1,110,536	125,235	(1,702,969)	(467,218)
(Increase) Decrease in Receivables	(182,058)	(8,000)	133,477	(34,581)
(Increase) Decrease in Prepaids	-	6,988	(272,431)	(265,443)
Decrease in Payables	(20,021)	(275,798)	(1,302,528)	(1,598,348)
Total Adjustments	928,457	(149,575)	(3,144,472)	(2,365,590)
Net Cash Provided by (Used in) Operating Activities	\$ 928,776	\$ 872,849	\$ (1,585,239)	\$ 214,386

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

NON-MAJOR SCHOOL ACTIVITY AGENCY FUNDS



"Hang in There!"
Ellie Ward - Grade 12
Sherrel Alack- Teacher
Fontainebleau High School

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Exhibit 22

**Non-Major School Activity Agency Funds
Statement of Changes in Assets and Liabilities
For the Year Ended June 30, 2012**

	Balance			Balance	
	June 30, 2011	Additions	Deductions	June 30, 2012	
Assets					
Cash and Cash Equivalents	\$ 4,801,764	\$ 14,383,659	\$ 14,061,238	\$ 5,124,185	
Investments	752,232	2,481	27,638	727,075	
Total Assets	\$ 5,553,996	\$ 14,386,140	\$ 14,088,876	\$ 5,851,260	
Liabilities					
Accounts Payable	\$ 100,231	\$ -	\$ 35,759	\$ 64,472	
Due to Schools	5,453,765	14,386,140	14,053,117	5,786,788	
Total Liabilities	\$ 5,553,996	\$ 14,386,140	\$ 14,088,876	\$ 5,851,260	

See independent auditor's report.



"Swamp and Knees"
Sarah Guzman - Grade 12
Sherrel Alack - Teacher
Fontainebleau High School

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**MAJOR CAPITAL PROJECTS AND DEBT SERVICE FUNDS
BUDGETARY COMPARISON SCHEDULES**



"Flying Bass"
Tyler Hutchinson - Grade 10
Sherrel Alack - Teacher
Fontainebleau High School

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Exhibit 23

**2008 Construction Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2012**

	Budget	Actual	Variance From Budget
Revenues			
Earnings on Investments	\$ 215,922	\$ 215,922	\$ -
Total Revenues	215,922	215,922	-
Expenditures			
Operation and Maintenance of Plant:			
Repairs and Maintenance	2,000,000	1,737,762	262,238
Facilities Acquisition and Construction:			
Equipment	1,000,000	677,596	322,404
Construction	2,000,000	1,481,497	518,503
Building Improvements	12,000,000	6,510,824	5,489,176
Architects and Engineers	800,000	412,587	387,413
Debt Service	49,226	49,226	-
Total Expenditures	17,849,226	10,869,492	6,979,734
Deficiency of Revenues Over Expenditures	(17,633,304)	(10,653,570)	6,979,734
Other Financing Sources			
Bond Proceeds	10,000,000	10,000,000	-
Total Other Financing Sources	10,000,000	10,000,000	-
Net Change in Fund Balance	(7,633,304)	(653,570)	6,979,734
Fund Balance, Beginning of Year	27,615,111	27,615,111	-
Fund Balance, End of Year	\$ 19,981,807	\$ 26,961,541	\$ 6,979,734

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Exhibit 24

**Parishwide School District No. 12 Debt Service Fund
Schedule of Revenues, Expenditures, and Changes
In Fund Balance - Budget and Actual
For the Year Ended June 30, 2012**

	Budget	Actual	Variance From Budget
Revenues			
Local sources:			
Taxes - Ad Valorem	\$ 32,299,215	\$ 32,492,415	\$ 193,200
Earnings on Investments	144,414	167,143	22,729
Total Revenues	32,443,629	32,659,558	215,929
Expenditures			
General Administration:			
Equipment for Assessor's Office	31,000	-	31,000
Pension Fund Contribution	1,200,000	1,043,652	156,348
Debt Service:			
Bond Issuance Costs	16,000	5,807	10,193
Principal Retirement	37,670,000	37,670,000	-
Interest and Bond Charges	10,612,606	10,612,606	-
Total Expenditures	49,529,606	49,332,065	197,541
Deficiency of Revenues Over Expenditures	(17,085,977)	(16,672,507)	413,470
Other Financing Sources (Uses)			
Bond Proceeds	28,174,294	28,174,294	-
Premium Received on Bonds Issued	1,856,893	1,834,163	22,730
Discount on Bonds Issued	(113,400)	(113,400)	-
Payment to Refunded Bonds Escrow Agent	(20,701,558)	(20,701,558)	-
Total Other Financing Sources (Uses)	9,216,229	9,193,499	22,730
Net Change in Fund Balance	(7,869,748)	(7,479,008)	390,740
Fund Balance, Beginning of Year	23,873,670	23,873,670	-
Fund Balance, End of Year	\$ 16,003,922	\$ 16,394,662	\$ 390,740

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**STATISTICAL SECTION
(UNAUDITED)**



"Two Raccoons"

Amanda Phillips - Grade 5

Barbara Dooley - Teacher

Abita Springs Middle

STATISTICAL SECTION

This part of the St. Tammany Parish School Board's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the School Board's overall financial health.

<u>Contents</u>	<u>Tables</u>
Financial Trends	1 - 4
These schedules contain trend information to help the reader understand how the School Board's financial performance and well-being have changed over time.	
Revenue Capacity	5 - 9
These schedules contain information to help the reader assess the School Board's most significant local revenue sources.	
Debt Capacity	10 - 14
These schedules present information to help the reader assess the affordability of the School Board's current levels of outstanding debt and the School Board's ability to issue additional debt in the future.	
Demographic and Economic Information	15 - 16
These schedules offer demographic and economic indicators to help the reader understand the environment within which the School Board's financial activities take place.	
Operating Information	17 - 23
These schedules contain service and infrastructure data to help the reader understand how the information in the School Board's financial report relates to the services the School Board provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these tables is derived from the comprehensive annual financial reports for the relevant year. The School Board implemented GASB Statement 34 in fiscal year 2002; tables presenting government-wide information include information beginning in that year.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**Net Assets by Component
Last Ten Fiscal Years
(Accrual Basis of Accounting)
(Unaudited)**

	Fiscal Year Ended June 30,			
	2012	2011	2010	2009
Governmental Activities				
Invested in Capital Assets, Net of Related Debt	\$239,101,650	\$256,897,670	\$255,099,402	\$202,532,800
Restricted	46,522,516	62,146,611	22,595,295	19,619,889
Unrestricted	(121,600,475)	(127,169,111)	(38,945,775)	19,497,091
Total Governmental Activities Net Assets	\$164,023,691	\$191,875,170	\$238,748,922	\$241,649,780

Source: Audited Comprehensive Annual Financial Reports - Information available for ten years.

See independent auditor's report.

Table 1

Fiscal Year Ended June 30,					
2008	2007	2006	2005	2004	2003
\$156,950,308	\$116,801,995	\$ 50,574,740	\$ 24,793,097	\$ 38,647,118	\$ 32,879,710
11,906,700	8,571,906	103,928,881	84,585,526	39,896,286	25,591,387
43,596,197	101,806,253	41,161,091	5,431,547	43,313,303	50,944,605
<u>\$212,453,205</u>	<u>\$227,180,154</u>	<u>\$195,664,712</u>	<u>\$114,810,170</u>	<u>\$121,856,707</u>	<u>\$109,415,702</u>

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**Changes in Net Assets
Last Ten Fiscal Years
(Accrual Basis of Accounting)
(Unaudited)**

	Fiscal Year Ended June 30,			
	2012	2011	2010	2009
Expenses:				
Instruction:				
Regular Education Programs	\$ 183,155,543	\$ 184,314,782	\$ 149,434,835	\$ 142,842,325
Special Education Programs	77,210,381	89,288,907	78,855,867	74,328,182
Vocational Education Programs	8,453,189	8,682,896	8,083,811	5,804,540
Other Instructional Programs	12,584,810	13,488,488	13,829,209	14,882,118
Special Programs	11,708,882	15,428,531	13,143,735	11,243,792
Adult Education Programs	-	-	355,185	408,423
Support Services:				
Pupil Support	28,385,286	23,188,488	19,781,955	15,700,408
Instructional Staff Support	18,488,294	19,282,023	18,558,444	15,434,557
General Administration	8,583,071	8,828,889	7,978,438	7,825,788
School Administration	28,088,302	28,487,373	23,383,838	22,141,850
Business Administration	2,805,820	3,172,252	2,884,187	2,608,547
Operation and Maintenance of Plant	43,507,860	27,381,227	34,723,580	34,272,688
Pupil Transportation	38,175,079	38,218,124	32,458,145	31,603,398
Central Services	7,327,045	7,948,822	7,293,744	8,280,124
Food Services	23,885,125	23,787,739	21,285,705	20,628,534
Community Service Programs	1,348,381	1,450,103	1,358,839	1,440,588
Interest on Long-term Debt	12,342,453	11,894,081	12,218,788	11,808,204
Total Expenses	483,133,411	488,612,691	438,435,881	428,951,629
Program revenues:				
Charges for Services:				
Instruction	581,454	178,228	269,807	1,528,918
Food Services	2,994,853	3,050,741	3,023,838	3,078,385
Community Service Programs	1,040,571	1,202,833	1,187,220	1,368,815
Operating Grants and Contributions	38,257,130	52,082,620	44,058,686	31,855,639
Capital Grants and Contributions	15,139,673	4,348,082	25,884,885	35,401,245
Total Program Revenues	58,013,481	60,868,472	74,382,324	73,332,803
Net Expense	(425,119,930)	(419,744,219)	(365,053,557)	(347,618,826)
General Revenues and Other Changes in Net Assets:				
Taxes:				
Ad Valorem (Property) Taxes	108,330,629	108,306,734	101,670,428	89,813,880
Sales and Use Taxes	77,822,518	75,235,263	72,079,382	77,359,837
State Revenue Sharing	1,906,478	1,943,848	1,853,133	1,971,378
Grants and Contributions - Not Restricted to Specific Programs - Minimum Foundation Program	205,142,441	188,788,820	181,812,873	180,118,318
Interest and Investment Earnings	972,281	1,180,483	1,439,848	4,154,856
Insurance Proceeds	-	-	-	10,878,833
Gain on Sale of Assets	-	-	-	-
Miscellaneous	2,994,108	918,087	3,197,434	2,722,503
Special Item - Restatement	-	-	-	-
Special Item - Loss on Disposition of Capital Assets	-	(13,828,899)	-	-
Extraordinary Item - Forgiveness of Debt	-	2,348,370	-	-
Total General Revenues and Other Changes in Net Assets	397,268,451	372,870,487	362,152,689	378,815,801
Change in Net Assets	\$ (27,851,479)	\$ (48,873,752)	\$ (2,900,858)	\$ 29,198,575

Source: Audited Comprehensive Annual Financial Reports - Information available for ten years.

See independent auditor's report.

Table 2

Fiscal Year Ended June 30,					
2008	2007	2006	2005	2004	2003
\$ 149,055,479	\$ 128,511,768	\$ 131,106,052	\$ 121,974,843	\$ 107,802,859	\$ 103,626,356
75,534,212	64,851,904	58,457,438	57,993,891	52,774,203	47,554,331
5,300,120	5,389,435	5,004,172	4,878,106	4,470,358	4,383,262
18,302,774	14,473,477	11,705,748	13,471,289	11,700,505	10,836,452
12,265,828	12,309,014	9,081,700	8,690,782	8,842,357	5,945,125
489,083	445,613	488,327	638,620	567,927	643,693
18,296,658	13,717,765	12,728,685	12,527,690	11,263,233	10,417,550
10,966,498	14,278,658	12,198,812	12,820,958	10,929,418	9,835,320
8,450,173	6,518,328	5,926,398	5,744,378	5,159,647	3,598,121
21,729,282	17,594,125	18,882,620	15,872,383	14,250,363	13,559,777
2,759,988	2,338,821	2,136,073	2,104,334	1,974,375	1,683,054
37,390,891	30,689,596	34,728,672	24,999,855	22,087,125	19,946,760
31,838,940	24,098,252	22,207,888	20,781,578	18,227,884	16,791,257
7,908,980	4,997,706	4,187,728	4,757,738	3,591,531	5,461,851
21,342,601	17,884,834	18,988,767	18,907,527	14,764,947	14,081,283
1,924,210	1,419,324	1,245,429	1,405,781	1,324,381	1,012,787
3,063,178	5,463,807	7,212,006	8,128,251	6,635,848	7,742,775
429,716,702	365,181,527	352,242,114	333,476,912	294,566,939	277,097,784
1,686,022	190,299	145,077	188,710	220,706	211,318
3,301,946	2,699,597	1,785,739	2,910,977	2,928,184	2,813,488
1,399,123	1,345,898	1,051,841	1,137,074	1,082,352	813,658
32,521,189	36,774,433	72,619,891	28,196,541	28,533,580	23,898,970
9,348,184	18,733,843	20,542,842	725,268	685,308	790,420
48,258,484	69,743,870	86,145,189	33,138,570	31,430,110	28,627,880
(381,480,238)	(305,417,657)	(258,096,825)	(300,338,342)	(283,138,829)	(248,569,894)
83,680,520	74,098,468	65,852,536	62,872,455	55,963,805	51,460,416
84,844,401	89,280,567	91,583,744	65,438,272	81,182,354	65,841,711
2,088,894	1,848,208	1,888,599	1,768,879	1,804,707	1,789,692
173,501,201	154,613,755	151,508,757	149,746,781	141,756,583	133,675,440
8,689,903	12,588,359	7,312,338	3,726,102	1,790,474	2,736,513
54,783	-	-	-	-	-
5,012,825	4,505,742	18,849,495	8,739,518	8,473,088	8,588,277
8,882,782	-	-	-	-	-
-	-	-	-	-	-
388,733,289	336,933,098	338,951,467	283,291,805	270,939,791	253,690,048
\$ (14,726,949)	\$ 31,515,442	\$ 80,854,642	\$ (7,046,537)	\$ 7,802,962	\$ 5,320,154

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Table 3

**Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)
(Unaudited)**

	General Fund			All Other Governmental Funds			
Fiscal Year	Non-Spendable	Committed	Assigned	Non-Spendable	Restricted	Committed	Assigned
2012	\$ 142,620	\$ 20,854,282	\$ 24,697,834	\$ 300,512	\$ 79,784,726	\$ 394,343	\$ 4,149,319
2011	90,471	20,854,282	30,430,282	381,968	98,187,194	305,995	4,088,326
2010	8,544	20,854,282	30,511,953	444,531	123,314,896	141,477	22,018,055

	General Fund			All Other Governmental Funds			
Fiscal Year	Reserved	Unreserved	Total	Reserved*	Unreserved Reported in Special Revenue Funds	Unreserved Reported in Capital Projects Funds	Total all other Governmental Funds
2009	\$ -	\$ 48,935,270	\$ 48,935,270	\$ 20,075,709	\$ 98,098,249	\$ 86,763,714	\$ 204,937,872
2008	-	55,784,162	55,784,162	12,278,923	94,163,582	41,296,796	147,739,301
2007	-	71,644,882	71,644,882	8,879,573	90,155,883	69,749,974	168,785,430
2006	2,299	61,004,094	61,006,393	19,189,150	5,750,225	168,571,193	193,510,568
2005	28,597	51,569,504	51,598,101	16,313,346	4,045,987	68,531,666	88,890,979
2004	112,838	61,368,203	61,481,041	11,882,724	4,142,998	28,108,989	44,134,709
2003	270,618	59,913,546	60,184,162	25,416,604	3,271,067	33,375,771	62,063,442

Note: FY 2012, 2011 and 2010 were presented in conformity with GASB 54 "Fund Balance Reporting and Governmental Fund Type Definitions. See Note 17.

* Includes Special Revenue Capital Projects and Debt Service Funds.
All fund balances in Debt Service Funds are reserved to pay future debt service.

Source: Audited Comprehensive Annual Financial Reports.

See independent auditor's report.



"Our State Bird"
Keiran Piazza - Grade 4
Barbara Dooley - Teacher
Lake Harbor Middle

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**Changes in Fund Balances of Governmental Funds and Tax Revenues by Source
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)
(Unaudited)**

	Fiscal Year Ended June 30,			
	2012	2011	2010	2009
Revenues				
Local Sources:				
Ad Valorem Taxes	\$ 108,701,407	\$ 108,080,018	\$ 103,854,878	\$ 97,685,368
Sales and Use Taxes	77,922,516	75,235,283	72,079,382	77,358,837
Rentals, Leases, and Royalties	-	-	-	-
Tuition	1,622,025.00	1,378,059	1,437,027	1,528,919
Earnings on Investments	972,281	1,180,463	1,438,649	2,722,485
Food Service	2,994,653	3,050,741	3,023,836	3,078,385
Other	3,238,116	3,347,668	3,789,904	3,348,460
State Sources:				
Minimum Foundation Program	205,142,441	198,769,620	181,812,873	180,118,316
Contributions to Teachers' Retirement	41,862	38,640	45,712	48,495
Revenue Sharing	1,908,476	1,943,649	1,653,133	1,871,378
Professional Improvement Program	225,250	287,872	342,811	369,818
Other	1,779,359	2,511,755	6,819,254	12,143,910
Federal Sources	51,108,324	51,459,119	82,141,414	62,182,333
Total Revenues	455,652,710	445,263,967	438,519,473	442,535,512
Expenditures				
Current:				
Instruction:				
Regular Education Programs	147,685,477	142,077,073	144,341,429	133,355,707
Special Education Programs	89,889,456	77,187,609	74,043,093	69,487,215
Other Education Programs	27,838,768	30,784,740	32,282,559	30,231,604
Support Services:				
Pupil Support	26,580,941	20,051,113	19,107,898	14,678,248
Instructional Staff Support	16,735,273	16,681,117	15,995,024	14,429,702
General Administration	7,769,242	7,459,196	7,708,495	7,408,785
School Administration	23,812,854	22,902,877	22,588,811	20,700,322
Business Administration	2,630,386	2,742,932	2,785,891	2,438,653
Operation and Maintenance of Plant	39,382,358	35,824,333	33,540,055	32,041,391
Pupil Transportation	34,555,396	33,048,700	31,352,793	29,545,881
Central Services	6,632,309	6,873,148	7,045,141	7,741,053
Food Services	21,620,388	20,577,869	20,560,193	19,285,342
Community Service Programs	1,218,701	1,253,851	1,310,398	1,348,808
Facilities Acquisition and Construction	22,047,234	82,895,583	88,491,105	85,418,654
Debt Service - Insurance Costs	49,226	-	-	-
Debt Service - Legal Fees	7,057	68,872	102,078	1,825
Debt Service - Election Expenses	-	-	-	5,022
Debt Service - Bond Insurance Costs	-	10,888	17,249	81,447
Debt Service - Principal	38,003,333	19,533,333	18,095,000	12,596,000
Debt Service - Interest	10,656,706	10,599,006	10,012,877	8,830,780
Total Expenditures	496,915,105	510,347,847	527,375,889	489,625,227
Deficiency of Revenues Over Expenditures	(41,262,395)	(65,083,880)	(88,856,516)	(47,089,715)
Other Financing Sources (Uses)				
Payment to Escrow Agent from Refunding Bond Proceeds	(20,701,558)	-	-	-
Premium Received on Bonds Issued	1,834,163	108,488	1,275,312	1,432,361
Discount on Bonds Issued	(113,400)	-	-	-
Bonds Issued	38,230,000	20,000,000	30,000,000	88,330,000
Federal Loan Proceeds	-	-	-	-
Sales of Capital Assets	-	-	-	-
Insurance Proceeds	-	-	-	10,676,833
Transfers In	17,643,714	10,170,630	152,558,101	90,170,841
Transfers Out	(17,643,714)	(10,170,630)	(152,558,101)	(90,170,841)
Total Other Financing Sources (Uses)	19,249,205	20,108,488	31,275,312	88,439,194
Net Change in Fund Balances	\$ (22,013,190)	\$ (44,975,192)	\$ (57,581,204)	\$ 51,349,479
Debt Service as a Percentage of Noncapital Expenditures	14.84%	6.79%	6.51%	5.39%

Source: Audited Financial Reports.

See independent auditor's report.

Table 4

Fiscal Year Ended June 30,					
2008	2007	2006	2005	2004	2003
\$ 83,888,326	\$ 73,870,662	\$ 65,852,536	\$ 62,802,202	\$ 55,953,605	\$ 51,460,415
93,281,812	89,671,372	89,743,784	65,896,268	60,848,838	55,386,185
-	-	-	1,575	2,580	2,070
1,686,022	1,535,997	1,186,918	1,303,784	1,303,058	1,024,972
8,689,903	12,588,359	7,121,328	3,830,141	1,741,364	2,681,278
3,301,846	2,899,597	1,785,738	2,910,877	2,926,164	2,813,498
1,764,287	1,849,854	651,907	505,966	938,692	1,042,813
173,501,201	154,813,755	151,508,767	149,748,781	141,755,663	133,675,440
57,059	64,148	89,815	70,494	68,864	73,469
2,068,694	1,848,208	1,888,699	1,768,679	1,804,707	1,789,692
435,420	498,502	571,503	656,188	742,434	801,846
10,132,502	5,644,455	9,689,458	5,817,402	3,618,435	4,451,834
42,038,308	50,768,367	66,149,716	26,086,611	25,683,877	23,108,141
420,863,660	398,651,276	396,226,037	320,976,978	297,091,081	278,291,251
129,525,124	121,079,830	115,457,973	107,001,169	98,628,156	92,666,712
65,514,042	61,239,517	56,501,537	55,169,371	51,390,529	48,364,185
30,203,249	30,305,373	25,023,848	25,922,013	22,810,634	20,891,722
14,147,088	12,982,175	12,284,848	11,879,363	10,915,053	10,108,080
14,733,249	13,494,750	11,779,845	12,188,898	10,848,354	9,598,066
7,323,348	6,144,633	5,712,441	5,448,976	4,806,997	3,490,848
18,669,821	16,640,521	16,312,057	14,820,649	13,890,399	13,240,897
2,394,116	2,208,097	2,051,238	1,888,667	1,910,530	1,830,206
32,268,195	29,063,282	33,411,107	23,610,628	21,322,332	19,275,397
27,787,248	22,811,347	21,486,860	19,760,254	17,786,784	16,418,519
6,751,697	4,399,589	3,581,031	4,048,080	3,210,681	5,143,488
18,441,434	16,785,017	18,304,893	15,965,763	14,266,870	13,581,850
1,671,217	1,340,078	1,204,064	1,337,877	1,281,832	975,825
69,455,836	54,486,930	31,022,161	29,508,797	26,079,857	19,167,874
-	-	1,474	54,543	151,977	63,565
30,125	21,667	-	-	-	-
58,109	-	-	-	-	-
76,590	-	84,844	167,442	-	-
11,605,771	13,420,000	10,405,000	10,290,000	10,140,000	10,170,000
7,450,217	8,087,595	7,212,005	6,414,493	6,848,069	7,657,806
458,485,272	414,497,301	369,807,024	345,712,871	313,687,153	290,462,850
(37,631,812)	(18,848,025)	28,419,013	(24,735,885)	(16,596,072)	(12,171,599)
-	(9,954,229)	-	(36,408,800)	(24,253,119)	(14,125,000)
-	-	95,512	328,025	1,132,337	-
670,000	-	25,000,000	95,690,000	23,085,000	13,185,000
-	16,985,881	51,857,990	-	-	-
54,783	-	-	-	-	-
123,228,341	141,982,543	294,168,384	74,374,777	65,768,331	62,594,287
(123,228,341)	(143,234,919)	(283,511,018)	(74,374,777)	(65,768,331)	(62,594,287)
724,763	4,769,376	87,610,668	59,607,225	(35,782)	(940,000)
\$ (36,908,849)	\$ (14,086,648)	\$ 114,029,881	\$ 34,871,330	\$ (16,631,854)	\$ (13,111,599)
4.84%	8.80%	5.10%	16.39%	14.23%	11.84%

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Table 5

**Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(Unaudited)**

Fiscal Year	Real Estate Assessed Value	Commercial and Other Property Assessed Value	Assessed Value	Estimated Actual Value	Total Direct Tax Rate	Ratio of Total Assessed Value to Total Estimated Actual Value*
Parish of St. Tammany						
2012	\$ 1,481,091,078	\$ 596,195,410	\$ 2,077,286,299	\$18,785,546,847	68.45	11.06%
2011	1,483,378,855	588,578,634	2,071,957,489	18,757,646,110	68.45	11.05%
2010	1,418,336,365	552,132,297	1,970,468,662	17,864,245,630	68.45	11.03%
2009	1,430,237,736	530,052,013	1,960,289,749	17,838,057,447	69.45	10.99%
2008	1,244,467,016	285,489,975	1,529,956,991	15,000,610,610	77.84	10.20%
2007	1,131,583,881	261,141,810	1,392,725,691	13,056,784,210	77.84	10.67%
2006	1,039,413,980	249,263,960	1,288,677,940	11,293,390,938	77.84	11.41%
2005	1,051,282,371	239,661,039	1,290,943,410	11,361,552,884	74.59	11.36%
2004	825,090,372	224,343,887	1,049,434,259	9,237,034,865	87.10	11.36%
2003	765,553,876	215,754,926	981,308,802	8,619,853,365	87.10	11.36%

***Actual Valuation (Market Value) as Compared to Assessed Valuation**

Residential properties are assessed at 10% of fair market value; other property and electric cooperative properties, land, are to be assessed at 15%; and public service properties, excluding land, are to be assessed at 25% of fair market. The overall assessed value is estimated to be 11% of actual market value.

Source: St. Tammany Parish Assessor's Office.

See independent auditor's report.



"The Water Lily"
Hadley Lanoux - Grade 5
Barbara Dooley - Teacher
Lancaster Elementary

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Table 6

**Principal Property Taxpayers
Current Year and Nine Years Ago
(Unaudited)**

Taxpayer	Type of Business	June 30, 2012			June 30, 2003		
		Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Assessed Valuation	Rank	Percentage of Total Assessed Valuation
Central La. Electric Co.	Utility	\$ 38,279,150	1	2.42 %	\$ 30,683,570	1	4.91 %
AT&T Southeast	Telephone	17,906,690	2	1.13	-		
Florida Marine Transporters	Transportation	10,928,940	3	0.69	-		
Chevron USA Inc.	Oil Company	10,600,950	4	0.67	-		
Capital One Bank	Bank	9,399,190	5	0.59	-		
Atmos Energy Louisiana	Utility	7,150,260	6	0.45	4,681,890	6	0.75
J P Morgan Chase Bank	Bank	6,945,623	7	0.44	-		
Wash-St. Tammany Elec Coop	Utility	6,826,050	8	0.43	4,544,860	7	0.73
Verizon Wireless	Telephone	6,375,390	9	0.40	-		
Louisiana Heart Hospital, LLC	Healthcare	5,711,779	10	0.36	-		
Bellsouth Telecommunications	Telephone	-			20,382,330	2	3.26
Hibernia National Bank	Bank	-			10,653,040	3	1.71
Charter Communications	Utility	-			5,312,640	4	0.85
Bank One Management Corp.	Bank	-			4,688,670	5	0.75
McKesson Corp.	Healthcare	-			4,080,300	8	0.65
Tri-States NGL Pipeline, Inc	Utility	-			3,868,520	9	0.62
Epic Development, Inc	Real Estate	-			3,718,560	10	0.60
		<u>\$ 120,124,022</u>		<u>7.58 %</u>	<u>\$ 92,624,380</u>		<u>14.83 %</u>

See independent auditor's report.



"Hanging On!"
Holly Moisant - Grade 5
Barbara Dooley - Teacher
Lancaster Elementary

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**Property Tax Rates - Direct and Overlapping Governments
Last Ten Fiscal Years
(Unaudited)**

Other Governments (Parishwide)						
Year	Constitutional	Additional Support	Construction, Maintenance and Operations	Improve, Maintain and Operating	Bond and Interest- District No. 12 Millage	Total School Board
<u>RATE PER \$1,000 OF ASSESSED VALUE</u>						
2012	3.80	4.84	3.44	35.47	20.90	68.45
2011	3.80	4.84	3.44	35.47	20.90	68.45
2010	3.80	4.84	3.44	35.47	20.90	68.45
2009	3.80	4.84	3.44	35.47	21.90	69.45
2008	4.47	5.69	4.05	41.73	21.90	77.84
2007	4.47	5.69	4.05	41.73	21.90	77.84
2006	4.47	5.69	4.05	41.73	21.90	77.84
2005	3.70	5.19	3.70	38.10	23.90	74.59
2004	4.47	6.26	4.47	46.00	25.90	87.10
2003	4.47	6.26	4.47	46.00	25.90	87.10

Source: St. Tammany Parish Assessor's Office.

See independent auditor's report.

Table 7

Other Governments (Parishwide)								
Parish Council Millage	Law Enforcement Millage	Assessor Millage	City of Abbe Springs Millage	City of Covington Millage	City of Madisonville Millage	City of Mandeville Millage	City of Pearl River Millage	City of Slidell Millage
19.54	11.73	2.73	15.86	22.04	8.59	15.82	10.00	26.79
19.54	11.73	2.73	15.86	22.04	8.59	15.92	9.67	27.82
19.54	11.73	2.73	15.86	23.04	8.59	16.00	9.67	27.82
19.54	11.73	2.73	16.86	23.04	8.59	16.07	9.67	27.82
19.54	12.10	3.21	16.86	24.27	11.63	17.29	10.00	30.98
23.05	10.72	2.66	16.86	24.27	10.51	17.39	10.00	30.21
23.05	10.72	2.66	16.86	20.18	10.51	17.59	10.00	30.21
19.74	10.72	2.66	17.86	20.18	11.63	17.64	10.00	31.58
15.74	12.94	3.21	17.86	24.15	11.63	19.75	10.00	34.15
19.05	12.94	3.21	17.86	24.15	11.63	20.25	10.00	34.58

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Table 8

**Property Tax Levies and Collections
Last Ten Fiscal Years
(Unaudited)**

Fiscal Year	Total Tax Levy	Current Tax Collections	Percent of Levy Collected	Collections For Prior Years	Total Collections	Ratio of Total Collections to Tax Levy
2012	\$108,198,475	\$ 106,265,778	98.2	\$ 2,435,629	\$ 108,701,407	100.5
2011	107,722,480	104,518,418	97.0	1,561,600	106,080,018	98.5
2010	101,723,628	99,091,851	97.4	2,425,786	101,517,677	99.8
2009	101,529,080	95,833,849	94.4	1,851,519	97,685,368	96.2
2008	85,059,132	82,325,377	96.8	1,317,822	83,643,199	98.3
2007	75,718,411	73,292,028	96.8	325,200	73,617,228	97.2
2006	68,770,656	66,288,848	96.4	1,618,838	67,907,486	98.7
2005	64,835,951	62,466,018	96.3	337,184	62,802,202	96.9
2004	57,680,678	55,662,237	96.5	1,171,755	56,833,992	98.5
2003	53,110,286	51,074,450	96.2	1,266,600	52,341,050	98.6

Sources: St. Tammany Parish Sheriff's Office and the St. Tammany Parish School Board Business Affairs Department.

Note: The St. Tammany Parish Tax Collector, which is the St. Tammany Parish Sheriff's Office, is unable to provide information on which year the prior year taxes are for.

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Table 9

**Sales Tax Revenue
Last Ten Fiscal Years
(Unaudited)**

Fiscal Year	1% Sales Tax 1966	1% Sales Tax 1977	Total Sales Tax
2012	\$ 38,961,258	\$ 38,961,258	\$ 77,922,516
2011	37,617,631	37,617,632	75,235,263
2010	36,039,691	36,039,691	72,079,382
2009	38,661,896	38,697,941	77,359,037
2008	46,640,906	46,640,906	93,281,812
2007	44,835,686	44,835,686	89,671,372
2006	44,871,882	44,871,882	89,743,764
2005	32,848,133	32,848,133	65,696,266
2004	30,324,419	30,324,419	60,648,838
2003	27,693,092	27,693,093	55,386,185

Source: Audited Comprehensive Annual Financial Reports.

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(Unaudited)**

Fiscal Year	General Obligation Bonds	Revenue Bonds and Notes	Qualified School Construction Bonds	Community Disaster Loan	Total Debt
2012	\$ 226,210,000	\$ -	\$ 4,333,334	\$ 65,766,016	\$ 296,309,350
2011	244,625,000	-	4,666,667	65,766,016	315,057,683
2010	243,825,000	-	5,000,000	67,843,971	316,668,971
2009	236,920,000	-	-	67,843,971	304,763,971
2008	183,185,000	-	-	67,843,971	231,028,971
2007	174,320,771	-	-	67,843,971	242,164,742
2006	195,840,000	1,855,000	-	52,287,785	249,982,785
2005	179,495,000	3,605,000	-	-	183,100,000
2004	127,035,000	5,255,000	-	-	132,290,000
2003	135,610,000	6,820,000	-	-	142,430,000

Note: Details regarding the School System's outstanding debt can be found in the notes to the basic financial statements.

- (1) See the Schedule of Demographic Statistics, Table 15, for personal income and population data.
- (2) Information not available.

See independent auditor's report.

Table 10

Resources Restricted for Repayment of Debt		(1) Percentage of Personal Income		(1) Net Debt Per Capita
\$	Net Debt	\$	(2)	\$
16,394,662	279,914,688			1,182
23,873,670	291,184,013	2.72%		1,241
22,595,295	294,073,676	2.87%		1,272
19,619,889	285,144,082	2.72%		1,244
11,906,700	219,122,271	2.17%		968
8,571,906	233,592,836	2.67%		1,047
18,927,228	231,055,557	2.93%		1,063
16,053,860	167,046,140	2.31%		790
11,787,297	120,502,703	1.79%		586
10,630,434	131,799,566	2.05%		657



"New Orleans Night"
Darby Thompson - Grade 11
Shelley Hickman - Teacher
Covington High School

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Table 11

**Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years
(Unaudited)**

Fiscal Year	General Obligation Bonds	Revenue Bonds and Notes	Total Debt	Resources Restricted for Repayment of Debt	Net Debt	(1)	(1)	(2)	(2)
						Net Debt Per Capita	Net Debt Per Student	Percentage of Net Debt to Assessed Value	Percentage of Net Debt to Estimated Actual Value
2012	\$ 228,210,000	\$ -	\$ 228,210,000	\$ 16,394,662	\$ 209,815,338	\$ 888	5,584	10.10%	1.12%
2011	244,825,000	-	244,825,000	23,873,670	220,751,330	941	5,948	10.65%	1.18%
2010	243,825,000	-	243,825,000	22,595,295	221,229,705	957	6,071	11.23%	1.24%
2009	238,920,000	-	238,920,000	19,819,689	217,300,111	948	6,057	11.09%	1.22%
2008	163,185,000	-	163,185,000	11,906,700	151,278,300	668	4,257	9.69%	1.01%
2007	174,320,771	-	174,320,771	8,571,908	165,748,863	743	4,688	11.80%	1.27%
2006	195,840,000	1,855,000	197,695,000	18,927,228	178,767,772	822	5,420	13.87%	1.58%
2005	179,485,000	3,805,000	183,100,000	18,053,860	167,046,140	790	4,619	12.84%	1.47%
2004	127,035,000	5,255,000	132,290,000	11,787,297	120,502,703	588	3,420	11.48%	1.30%
2003	135,610,000	8,820,000	142,430,000	10,630,434	131,799,566	657	3,620	13.43%	1.53%

Note: Details regarding the School System's outstanding debt can be found in the notes to the basic financial statements.

(1) See the Schedule of Demographic Statistics, Table 15, for personal income and population and student data.

(2) See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property, Table 5, for assessed value data and actual value.

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Table 12

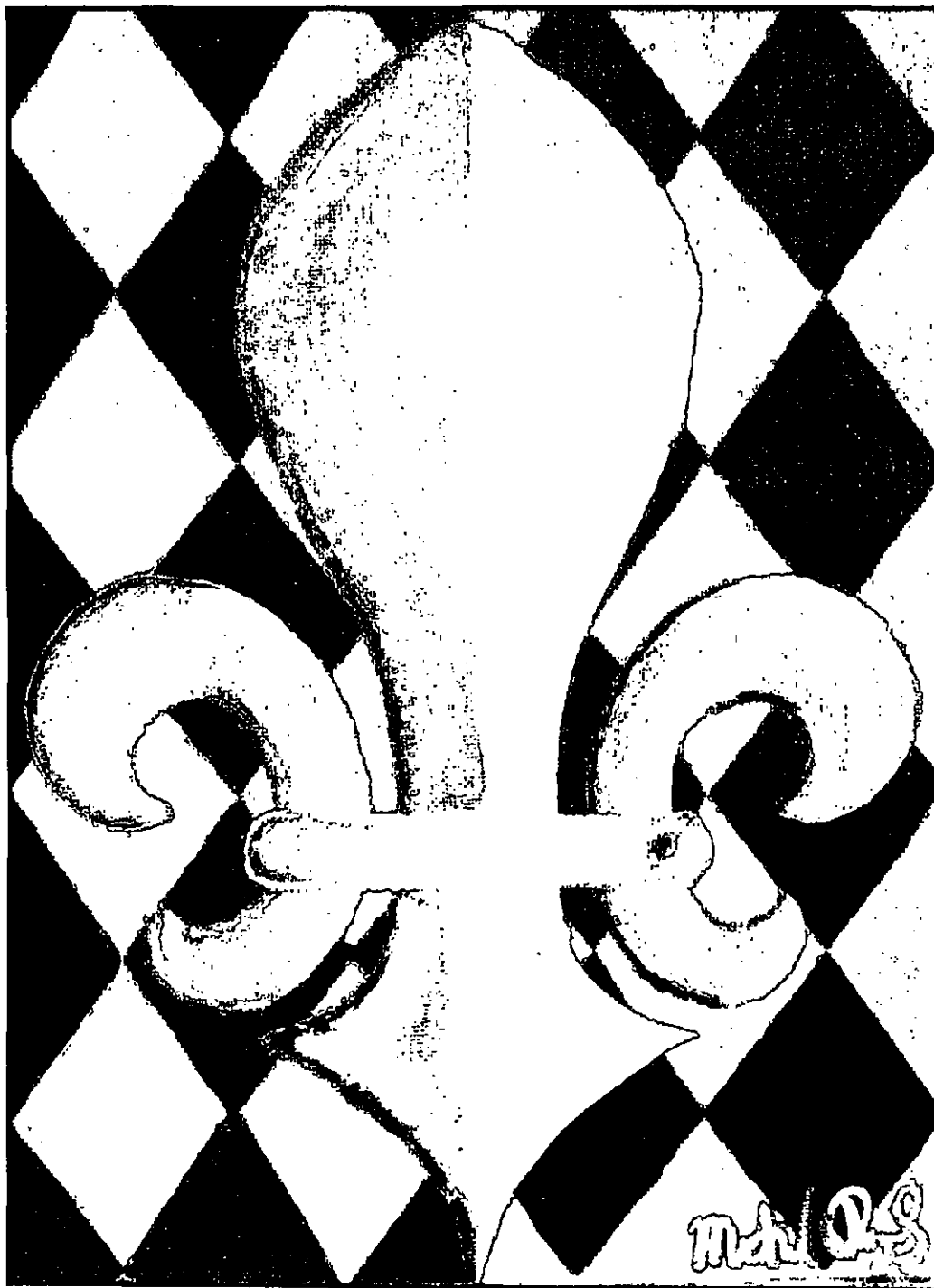
**Computation of Legal Debt Margin
Last Ten Tax Years
(2003 through 2012)
(Unaudited)**

Year	Assessed Value (2)	Debt Limit of Thirty-Five Percent (35%) of Assessed Value (1)	Less: Total Bonded Debt (3)	Add: Amount Available for Repayment of Debt (3)	Legal Debt Margin	Legal Debt Limit as a % of the Debt Limit
Parish of St. Tammany						
2012	\$2,077,286,488	727,050,271	\$ 226,210,000	\$ 16,394,662	\$ 517,234,933	71.14%
2011	2,071,957,489	725,185,121	244,825,000	23,873,670	504,433,791	69.56%
2010	1,970,468,662	689,664,032	248,825,000	22,595,295	463,434,327	67.20%
2009	1,980,289,749	688,101,412	236,920,000	19,619,889	468,801,301	68.33%
2008	1,529,956,991	535,484,947	163,185,000	11,906,700	384,206,647	71.75%
2007	1,392,725,691	487,453,992	174,320,771	8,571,906	321,705,127	66.00%
2006	1,288,677,940	451,037,279	195,840,000	18,927,228	274,124,507	60.78%
2005	1,290,943,410	451,830,194	179,495,000	16,053,860	288,389,054	63.83%
2004	1,049,434,259	367,301,991	127,035,000	9,986,456	250,253,447	68.13%
2003	981,479,328	343,517,765	135,610,000	8,923,505	216,831,270	63.12%

Sources:

- (1) Legal debt limit of 35% is established by Louisiana Revised Statute Title 39, Section 562.
- (2) See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property, Table 5, for assessed value data.
- (3) Comprehensive Annual Financial Reports.

See independent auditor's report.



"Black and Gold"
Michael Rojas - Grade 12
Shelley Hickman - Teacher
Covington High School

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Table 13

**Computation of Direct and Overlapping Debt
June 30, 2012
(Unaudited)**

	Gross Debt Outstanding	Percentage Applicable	Share of Overlapping Debt
<u>Direct Debt</u>			
St. Tammany Parish School Board	<u>\$ 296,309,350</u>	100.00%	<u>\$ 296,309,350</u>
<u>Overlapping Debt:</u>			
City of Abita Springs	1,574,305	100.00%	1,574,305
City of Covington	11,185,900	100.00%	11,185,900
City of Mandeville	3,930,000	100.00%	3,930,000
City of Slidell	21,661,345	100.00%	21,661,345
Village of Folsom	27,350	100.00%	27,350
Fire Protection Districts	9,788,479	100.00%	9,788,479
Gravity Drainage District No. 5	1,495,000	100.00%	1,495,000
Northshore Harbor Center	8,340,000	100.00%	8,340,000
Sub-drainage Districts	557,000	100.00%	557,000
Recreation Districts	27,506,000	100.00%	27,506,000
Sewage Districts	265,000	100.00%	265,000
Sheriff	10,111,448	100.00%	10,111,448
Hospital Service District No. 1	54,910	100.00%	54,910
Hospital Service District No. 2	74,290,844	100.00%	74,290,844
Water District No. 2	1,028,000	100.00%	1,028,000
Parish Council	<u>116,053,385</u>	100.00%	<u>116,053,385</u>
Total Overlapping Debt	<u>287,848,966</u>		<u>287,848,966</u>
Total Direct and Overlapping Debt	<u>\$ 584,158,316</u>		<u>\$ 584,158,316</u>

Source: Comprehensive Annual Report and most current financial statements for each governmental entity.

Overlapping governments are those that coincide at least in part, with the geographic boundaries of the parish. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government. The percentage overlap is calculated by dividing the amount of the revenue base from which the debt will be repaid contained within the overlapping area by the total revenue base of the overlapping government.

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Table 14

**Pledged Revenue Coverage
Last Ten Fiscal Years
(Unaudited)**

Fiscal Year	Sales Tax Bonds			
	Sales Taxes	Debt Service		Coverage
		Principal	Interest	
2012	\$ 77,922,516	\$ -	\$ -	0.00
2011	75,235,263	-	-	0.00
2010	72,079,382	-	-	0.00
2009	77,359,837	-	-	0.00
2008	93,281,812	-	-	0.00
2007	89,671,372	1,855,000	76,105	46.44
2006	89,743,764	1,750,000	198,275	46.06
2005	65,696,266	1,650,000	289,025	33.88
2004	60,648,838	1,565,000	375,100	31.26
2003	55,386,185	6,065,000	488,675	8.45

NOTE: Details regarding the School Board's outstanding debt can be found in the notes to the financial statements.

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Table 15

**Demographic Statistics
Last Ten Fiscal Years
(Unaudited)**

Fiscal Year	Population (1)	Total Personal Income (1)	Per Capita Personal Income (1)	Median Age (3)	Public School Enrollment (4)	Unemployment Rate (5)
2012	236,785	(2)	(2)	(2)	37,508	5.7
2011	234,591	\$ 10,688,435,142	\$ 45,562	37	37,112	5.7
2010	231,224	10,241,142,184	44,291	37	36,441	5.3
2009	229,252	10,468,334,076	45,663	37	35,878	3.6
2008	226,394	10,099,662,734	44,611	37	35,534	2.8
2007	223,133	8,742,127,807	39,179	37	35,281	3.6
2006	217,358	7,884,226,734	36,273	35	32,983	7.6
2005	211,405	7,240,832,655	34,251	35	36,162	4.0
2004	205,708	6,747,222,400	32,800	35	35,239	4.7
2003	200,701	6,426,245,319	32,019	35	34,500	4.8

NOTE: All information is parishwide.

Sources:

- (1) Bureau of Economic Analysis.
- (2) Information is not available at this time.
- (3) Estimates - Louisiana Tech University for the U.S. Bureau of Census.
- (4) St. Tammany Parish School System - October 1 enrollment.
- (5) Louisiana Workforce Commission.

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Table 16

**Principal Employers
Current Year and Nine Years Ago
(Unaudited)**

Employer	Location	2012			2003		
		Employees	Rank	% of Total St. Tammany Parish Employment	Employees	Rank	% of Total St. Tammany Parish Employment
St. Tammany Parish School Board	Slidell/Covington	5,063	1	4.81%	4,849	1	4.98%
St. Tammany Parish Hospital	Covington	1,324	2	1.26%	1,083	2	1.14%
Slidell Memorial Hospital	Slidell	1,150	3	1.09%	928	3	0.99%
Ochsner Health System	Slidell	816	4	0.77%	-	-	-
St. Tammany Parish Sheriff's Office	Parishwide	715	5	0.68%	491	6	0.53%
St. Tammany Parish Government	Parishwide	702	6	0.67%	429	7	0.46%
Textron Marine & Land Systems	Slidell	619	7	0.59%	-	-	-
Southeast Louisiana Hospital	Mandeville	558	8	0.53%	-	-	-
Lakeview Regional Medical Center	Covington	498	9	0.47%	567	8	0.61%
City of Slidell	Slidell	332	10	0.32%	342	9	0.37%
Northshore Regional Medical Center	Covington	-	-	-	545	4	0.58%
Gilbar Inc.	Covington	-	-	-	349	8	0.37%
Bell South Communications	Parishwide	-	-	-	215	10	0.23%
TOTAL - 10 LARGEST EMPLOYERS		11,777		11.19%	9,576		10.28%
TOTAL - ALL EMPLOYERS		105,348			93,324		

Note: Information listed is for St. Tammany Parish.

Sources:

2011 information: Book of Lists, New Orleans City Business

2003 information: Book of Lists 2000-2001, New Orleans City Business

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**General Fund Expenditures by Function
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)
(Unaudited)**

	Fiscal Year Ended June 30,				
	2012	2011	2010	2009	2008
EXPENDITURES					
Current:					
Instruction:					
Regular Education Programs	\$ 138,129,144 37.9%	\$ 127,638,638 36.4%	\$ 141,575,240 39.6%	\$ 130,207,662 38.5%	\$ 125,334,360 38.5%
Special Education Programs	62,475,444 17.1%	72,393,596 20.7%	66,511,757 18.6%	63,837,725 18.9%	60,639,649 18.6%
Other Education Programs	18,062,290 5.0%	18,018,922 5.1%	19,770,194 5.5%	19,483,249 5.8%	18,534,808 6.0%
Support Services:					
Pupil Support	22,768,533 6.2%	16,247,433 4.6%	15,317,509 4.3%	13,034,102 3.9%	12,517,677 3.8%
Instructional Staff Support	12,145,627 3.3%	12,307,671 3.6%	12,263,416 3.4%	11,454,831 3.4%	11,172,252 3.4%
General Administration	6,664,466 1.8%	6,371,730 1.8%	5,771,159 1.6%	5,310,519 1.6%	5,468,199 1.7%
School Administration	23,180,018 6.4%	18,802,241 5.4%	22,586,811 6.3%	20,700,136 6.1%	18,860,194 5.8%
Business Administration	2,570,734 0.7%	2,742,832 0.8%	2,785,891 0.8%	2,439,653 0.7%	2,394,116 0.7%
Operation and Maintenance of Plant	36,572,270 10.0%	30,751,904 8.8%	27,724,037 7.8%	31,501,168 9.3%	32,005,941 9.8%
Pupil Transportation	33,620,868 9.2%	32,764,770 9.4%	30,878,619 8.6%	29,398,044 8.7%	27,577,394 8.5%
Central Services	6,461,713 1.8%	6,819,001 1.9%	6,994,544 2.0%	7,685,798 2.3%	6,751,697 2.1%
Food Service	28,041 0.0%	3,705,046 1.1%	4,643,040 1.3%	2,824,364 0.8%	3,000,253 0.9%
Community Service Programs	1,218,701 0.3%	1,253,851 0.4%	41,572 0.0%	42,228 0.0%	44,254 0.0%
Facility Acquisition and Construction	453,760 0.1%	499,088 0.1%	550,933 0.2%	498,371 0.1%	550,755 0.2%
Total	\$364,349,609	\$350,316,823	\$357,414,722	\$338,417,846	\$325,851,549
Pupil Count - October 1* (1)	37,508	37,112	36,441	35,878	35,534
Average Expenditures per Pupil	\$ 9,714	\$ 9,439	\$ 9,808	\$ 9,432	\$ 9,170

* The enrolment date for fiscal year 2006 is May 1st. Due to the Hurricanes Katrina and Rita, the State changed the official count date for those years.

Source: Audited Financial Statements.

(1) Source: Table 15

See Independent auditor's report.

Table 17

Fiscal Year Ended June 30,				
2007	2006	2005	2004	2003
\$ 116,533,437	\$ 107,681,928	\$ 104,174,091	\$ 93,858,083	\$ 90,394,429
39.9%	40.1%	39.7%	39.6%	40.6%
55,207,855	52,170,569	51,107,085	48,795,764	42,786,317
18.9%	19.4%	19.5%	19.7%	19.2%
18,059,434	15,503,872	16,645,679	14,908,851	13,749,879
6.2%	5.8%	8.3%	6.3%	6.2%
11,341,485	10,761,158	10,497,568	9,661,838	9,041,397
3.9%	4.0%	4.0%	4.1%	4.1%
9,966,612	8,605,218	9,483,682	8,484,073	7,608,052
3.4%	3.2%	3.6%	3.6%	3.4%
4,481,068	3,941,547	3,919,232	3,580,826	2,825,116
1.5%	1.5%	1.5%	1.5%	1.2%
16,381,966	15,635,788	14,873,424	13,364,281	12,727,501
5.6%	5.8%	5.7%	5.6%	5.7%
2,209,097	2,051,238	1,988,667	1,910,530	1,630,206
0.8%	0.8%	0.8%	0.8%	0.7%
27,668,889	24,166,782	23,348,511	21,078,588	19,049,667
9.5%	9.0%	8.9%	8.9%	8.8%
22,643,116	21,381,303	19,637,903	17,443,710	15,814,159
7.7%	8.0%	7.5%	7.4%	7.1%
4,395,588	3,551,372	4,046,080	3,210,861	5,143,488
1.5%	1.3%	1.5%	1.4%	2.3%
2,887,032	2,890,212	2,414,169	2,114,503	1,885,929
1.0%	1.1%	0.9%	0.9%	0.8%
43,817	41,588	45,091	43,717	42,436
0.0%	0.0%	0.0%	0.0%	0.0%
569,187	429,498	383,153	492,262	205,627
0.2%	0.2%	0.1%	0.2%	0.1%
\$ 292,398,579	\$ 268,811,893	\$ 262,564,355	\$ 236,947,697	\$ 222,704,203
35,281	32,983	38,162	35,239	34,500
\$ 8,288	\$ 8,150	\$ 7,261	\$ 8,724	\$ 6,455

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**General Fund Expenditures by Function per Pupil
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)
(Unaudited)**

	Fiscal Year Ended June 30,				
	2012	2011	2010	2009	2008
EXPENDITURES					
Current:					
Instruction:					
Regular Education Programs	\$ 3,883 37.9%	\$ 3,439 38.4%	\$ 3,885 39.6%	\$ 3,629 38.5%	\$ 3,527 38.5%
Special Education Programs	1,668 17.1%	1,951 20.7%	1,825 18.6%	1,779 18.9%	\$ 1,707 18.6%
Other Education Programs	482 5.0%	486 5.1%	543 5.5%	543 5.8%	550 6.0%
Support Services:					
Pupil Support	607 6.2%	438 4.8%	420 4.3%	363 3.9%	352 3.8%
Instructional Staff Support	324 3.3%	332 3.5%	337 3.4%	319 3.4%	314 3.4%
General Administration	178 1.8%	172 1.8%	158 1.6%	148 1.6%	164 1.7%
School Administration	618 6.4%	507 5.4%	620 6.3%	577 6.1%	531 5.8%
Business Administration	69 0.7%	74 0.8%	76 0.8%	68 0.7%	87 0.7%
Operation and Maintenance of Plant	975 10.0%	829 8.8%	761 7.8%	878 9.3%	901 9.8%
Pupil Transportation	898 9.2%	883 9.4%	847 8.6%	819 8.7%	778 8.5%
Central Services	172 1.8%	184 1.9%	192 2.0%	214 2.3%	190 2.1%
Food Service	1 0.0%	100 1.1%	127 1.3%	79 0.8%	84 0.9%
Community Service Programs	32 0.3%	34 0.4%	1 0.0%	1 0.0%	1 0.0%
Facility Acquisition and Construction	12 0.1%	13 0.1%	15 0.2%	14 0.1%	15 0.2%
Total	\$ 9,714	\$ 9,439	\$ 9,808	\$ 9,432	\$ 9,170
Pupil Count - October 1* (1)	37,508	37,112	38,441	35,878	35,534

* The enrollment date for fiscal years for 2008 were May 1st. Due to Hurricanes Katrina and Rita, the State changed the official count date for this year.

Source: Audited Financial Statements.

(1) Source: Table 15

See independent auditor's report.

Table 18

Fiscal Year Ended June 30,				
2007	2006	2005	2004	2003
\$ 3,303	\$ 3,265	\$ 2,881	\$ 2,663	\$ 2,620
39.9%	40.1%	39.7%	39.6%	40.6%
1,565	1,582	1,413	1,328	1,240
18.9%	19.4%	18.5%	19.7%	19.2%
512	470	480	423	399
6.2%	5.8%	6.3%	6.3%	6.2%
321	326	290	274	262
3.9%	4.0%	4.0%	4.1%	4.1%
282	281	282	241	221
3.4%	3.2%	3.6%	3.6%	3.4%
127	120	108	102	78
1.5%	1.5%	1.5%	1.5%	1.2%
465	474	411	379	389
5.6%	5.8%	5.7%	5.6%	5.7%
63	62	55	54	47
0.8%	0.8%	0.8%	0.8%	0.7%
764	733	646	588	552
9.5%	9.0%	8.9%	8.9%	8.6%
642	648	543	495	458
7.7%	8.0%	7.5%	7.4%	7.1%
125	108	112	91	149
1.5%	1.3%	1.5%	1.4%	2.3%
82	88	67	60	55
1.0%	1.1%	0.9%	0.9%	0.8%
1	1	1	1	1
0.0%	0.0%	0.0%	0.0%	0.0%
16	13	11	14	6
0.2%	0.2%	0.1%	0.2%	0.1%
\$ 8,288	\$ 8,150	\$ 7,261	\$ 6,724	\$ 6,455
35,281	32,983	36,162	35,239	34,500

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Table 19

**Board Members' Compensation
June 30, 2012
(Unaudited)**

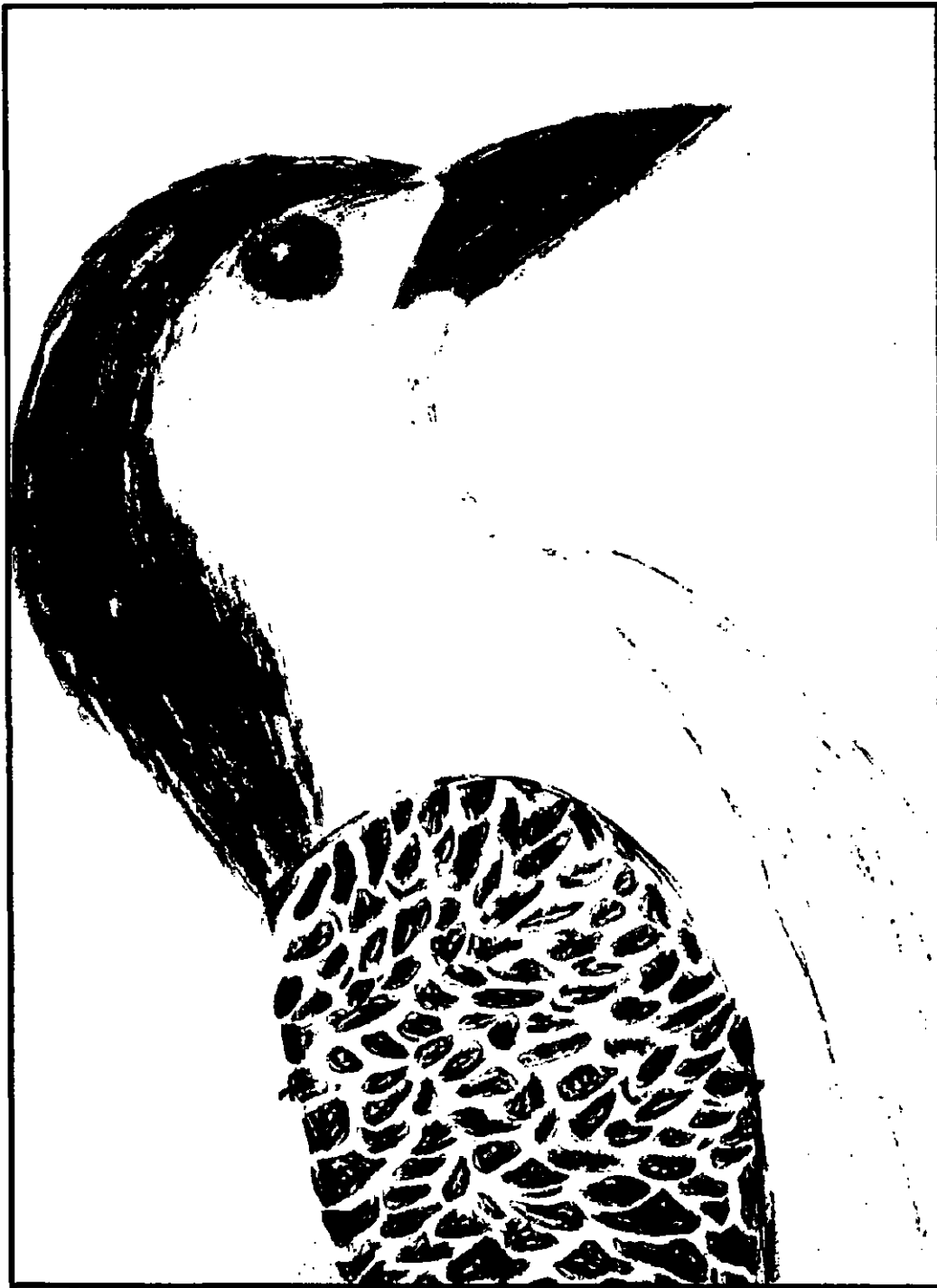
Name	Compensation Base (1)	Additional Compensation	Total
Ray A. Alfred	\$ 9,600	\$ -	\$ 9,600
Mary K. Bellisario	9,600	-	9,600
Ronald "Ron" Bettencourt	9,600	-	9,600
Michael J. Dirmann	9,600	-	9,600
Charles T. Harrell	9,600	-	9,600
Elizabeth B. Heintz	9,600	-	9,600
Neal Hennegan	9,600	-	9,600
Willie B. Jeter	9,600	-	9,600
John C. Lamarque	9,600	-	9,600
Stephen J. "Jack" Loup, III	(2) 10,800	-	10,800
Robin Mullett	9,600	-	9,600
James "Ronnie" Panks, Sr.	9,600	-	9,600
Peggy H. Seeley	9,600	-	9,600
Roanne Tipton	9,600	-	9,600
Robert R. "Bob" Womack	9,600	-	9,600
	<u>\$ 145,200</u>	<u>\$ -</u>	<u>\$ 145,200</u>

Notes:

(1) Base compensation per member is \$800 per month.

(2) Presiding President of the Board receives \$900 per month in base compensation.

See independent auditor's report.



"Woodpecker"
Christina Pace
Robyn Kennedy - Teacher
Lancaster Elementary

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**Full-Time Equivalents (FTE) Employees
Last Ten Fiscal Years
(Unaudited)**

	Fiscal Year			
	2012	2011	2010	2009
Regular Employees: CERTIFICATED				
Instructional:				
Supervising Instructors	1	-	-	-
Classroom Teachers - Regular Programs	1,770	1,712	1,661	1,767
Classroom Teachers - Special Education	601	634	738	596
Classroom Teachers - Vocational Education	61	63	65	65
Classroom Teachers - Other Instructional Programs	50	54	57	111
Classroom Teachers - Special Programs	81	81	76	75
Classroom Teachers - Adult/Continuing Ed Programs	-	-	3	3
Classroom Teachers - Community College Programs	16	16	16	-
<i>Total Classroom Teachers</i>	<i>2,580</i>	<i>2,560</i>	<i>2,616</i>	<i>2,617</i>
Therapist/Specialist/Counselor - Instructional Programs	-	-	1	131
Sabbatical Leave - Instructional Programs	-	-	30	40
<i>Total Certificated - Instructional Programs</i>	<i>2,580</i>	<i>2,560</i>	<i>2,647</i>	<i>2,788</i>
Instructional Support:				
Supervisors - Instructional Support Functions	42	42	31	37
Librarians/Media-based Teachers/Staff Instructors - Instr Spt	73	72	70	67
Therapist/Specialist/Counselor - Instructional Support Functions	276	277	273	155
Sabbatical Leave - Instructional Support Functions	-	-	4	1
<i>Total Certificated - Instructional Support</i>	<i>391</i>	<i>391</i>	<i>378</i>	<i>260</i>
Support Services:				
Superintendents	1	1	1	1
Assistant/Associate/Deputy Superintendents	3	3	3	3
School Principals	57	55	58	55
School Assistant Principals	77	76	76	78
Other School Administrators	3	-	-	-
Sabbatical Leave - Support Services	-	-	1	-
<i>Total Certificated - Support Services</i>	<i>141</i>	<i>135</i>	<i>139</i>	<i>137</i>
Total Certificated	3,112	3,086	3,164	3,185

Source: Louisiana Department of Education Planning, Analysis, and Information Resources website.

See independent auditor's report.

Table 20

Fiscal Year					
2008	2007	2006	2005	2004	2003
-	-	-	-	-	-
1,752	1,699	1,651	1,652	1,706	1,643
588	574	581	620	601	567
66	68	68	68	67	67
114	152	150	154	69	70
80	76	78	75	57	58
3	3	3	3	3	3
-	-	-	-	-	-
2,603	2,572	2,531	2,572	2,503	2,408
131	129	123	128	125	125
28	39	24	27	27	35
2,762	2,740	2,678	2,727	2,655	2,568
41	50	55	30	24	25
67	67	55	58	57	56
143	141	136	137	139	131
3	4	1	3	4	4
254	262	247	228	224	216
1	1	1	1	1	1
3	3	3	3	2	3
53	53	52	53	52	53
74	69	64	63	59	57
-	-	-	-	-	-
2	1	1	3	2	1
133	127	121	123	116	115
3,149	3,129	3,046	3,078	2,995	2,899

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**Full-Time Equivalents (FTE) Employees
Last Ten Fiscal Years
(Unaudited)**

	Fiscal Year			
	2012	2011	2010	2009
<u>Regular Employees: NON-CERTIFICATED</u>				
Instructional:				
Aide - Instructional Programs	560	547	541	534
<i>Total Non-Certificated - Instructional Programs</i>	<u>560</u>	<u>547</u>	<u>541</u>	<u>534</u>
Instructional Support:				
Clerical/Secretarial - Instructional Support Functions	38	50	53	55
Aide - Instructional Support Functions	23	26	35	34
Service Worker - Instructional Support Functions	-	-	-	-
Skilled Craftsman - Instructional Support Functions	-	-	-	-
Degreed Professional - Instructional Support Functions	31	21	20	19
Other Personnel - Instructional Support Functions	16	25	30	18
<i>Total Non-Certificated - Instructional Support</i>	<u>108</u>	<u>122</u>	<u>138</u>	<u>128</u>
Support Services:				
Supervisors/Managers/Administrators/Support Services	141	145	148	143
Clerical/Secretarial - Support Services	215	206	216	208
Aide - Support Services	118	107	107	111
Service Worker - Support Services	941	918	945	919
Skilled Craftsman - Support Services	98	103	109	93
Degreed Professional - Support Services	57	58	58	53
Other Personnel - Support Services	10	7	4	23
<i>Total Non-Certificated - Support Services</i>	<u>1,580</u>	<u>1,544</u>	<u>1,587</u>	<u>1,550</u>
Total Non-Certificated	<u>2,248</u>	<u>2,213</u>	<u>2,266</u>	<u>2,210</u>
Total Regular Employees (Certificated and Non-Certificated)	<u>5,360</u>	<u>5,299</u>	<u>5,430</u>	<u>5,395</u>
<u>Other Reported Personnel</u>				
School Board Member	15	15	15	15
<i>Total Other Reported Personnel</i>	<u>15</u>	<u>15</u>	<u>15</u>	<u>15</u>
Grand Total	<u>5,375</u>	<u>5,314</u>	<u>5,445</u>	<u>5,410</u>

Source: Louisiana Department of Education Planning, Analysis, and Information Resources website.

See independent auditor's report.

Table 20 (Continued)

Fiscal Year					
2008	2007	2006	2005	2004	2003
537	529	542	566	553	539
537	529	542	566	553	539
56	51	49	49	49	47
37	36	36	34	31	33
-	-	-	-	-	-
-	1	1	1	1	1
20	19	20	21	21	21
18	18	20	17	15	14
131	125	126	122	117	116
129	133	129	126	124	123
200	194	195	192	197	189
104	96	101	166	154	147
945	864	859	817	801	786
89	84	87	92	93	96
39	28	29	23	23	13
24	24	23	24	22	20
1,530	1,423	1,423	1,440	1,414	1,374
2,198	2,077	2,091	2,128	2,084	2,029
5,347	5,206	5,137	5,206	5,079	4,928
15	15	15	15	15	15
15	15	15	15	15	15
5,362	5,221	5,152	5,221	5,094	4,943



"Deer"
Janusz Wojcik - Grade 6
Darlene Powell - Teacher
Little Oak Middle

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Table 21

**Capital Asset Information
June 30, 2012
(Unaudited)**

<u>Elementary Schools</u>			
Schools	Year Opened	Square Footage	Enrollment
Abita Springs Elementary	1978	102,099	729
Abney Elementary	1964	109,416	842
Abney Elementary Early Childhood Center	2011	26,266	244
Alton Elementary	1957	46,871	219
Bayou Woods Elementary	1985	101,722	438
Bonne Ecole Elementary	1973	90,491	763
Brock Elementary	1930	49,031	353
Chahta-Ima Elementary	1952	52,455	306
Covington Elementary	1956	81,561	594
Cypress Cove Elementary	1994	101,061	727
Florida Avenue Elementary	1956	80,108	549
Folsom Elementary	1949	76,941	517
Honey Island Elementary	1987	79,100	660
Lancaster Elementary	2011	119,582	601
Little Pearl Elementary	2008	42,124	173
Lyon Elementary	1963	79,882	574
Madisonville Elementary	1958	84,509	480
Magnolia Trace Elementary	1999	87,825	467
Mandeville Elementary	1966	72,693	571
Marigny Elementary	2009	81,627	442
Mayfield Elementary	2012	106,309	588
Pontchartrain Elementary	1994	106,589	778
Riverside Elementary	1986	85,989	436
Sixth Ward Elementary	1949	97,262	398
Whispering Forest Elementary	1989	89,887	517
Woodlake Elementary	1962	72,210	669
Totals		2,123,610	13,635

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Table 21 (Continued)

**Capital Asset Information
June 30, 2012
(Unaudited)**

<u>Junior High/Middle Schools</u>			
Schools	Year Opened	Square Footage	Enrollment
Abita Springs Middle	1923	89,618	489
Bayou Lacombe Middle	1956	53,303	195
Boyet Junior High	1963	104,585	706
Carolyn Park Middle	1966	68,785	413
Clearwood Junior High	1978	95,081	645
Creeside Junior High	2002	105,799	542
Fifth Ward Junior High	1949	116,301	579
Folsom Junior High	1957	55,901	223
Fontainebleau Junior High	1996	134,666	936
Lake Harbor Middle School	2001	80,714	664
Lee Road Junior High	1964	108,603	776
Little Oak Middle	1980	111,456	1,008
Madisonville Junior High	1949	75,264	697
Mandeville Junior High	1956	97,072	690
Mandeville Middle	1985	79,677	789
Monteleone Junior High	2005	92,407	556
Pine View Middle	1965	88,474	641
Pitcher Junior High	1964	100,687	347
St. Tammany Junior High	1966	77,141	646
Slidell Junior High	1956	114,734	722
Tchefuncte Middle	1994	97,813	836
Totals		1,948,061	13,100

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Table 21 (Continued)

**Capital Asset Information
June 30, 2012
(Unaudited)**

<u>High Schools</u>			
Schools	Year Opened	Square Footage	Enrollment
Covington High	1973	218,184	1,511
Fontainebleau High	1994	285,690	1,630
Lakeshore High	2009	201,293	882
Mandeville High	1977	189,203	1,674
Northshore High	1982	204,181	1,479
Pearl River High	1967	130,794	779
Salmen High	2008	217,037	920
Slidell High	1949	217,455	1,678
Totals		<u>1,663,837</u>	<u>10,553</u>

<u>Special Education</u>			
Schools	Year Opened	Square Footage	Enrollment
Covington Pathways	1953	50,886	-
St. Tammany Center	Leased	-	220
Operation Jumpstart	Leased	12,478	-
Totals		<u>63,364</u>	<u>220</u>

Source: Student enrollment is as of June 30, 2012 and was obtained from the Information Technology Department. Square footage was obtained from the Construction Department. Square footage will not include portable and temporary buildings being utilized.

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Table 22

**Percentage of Students in Free and Reduced Lunch Program
Last Ten Fiscal Years
(Unaudited)**

School Year	Free	Reduced	Total
2011-2012	38.98%	8.06%	47.04%
2010-2011	38.4%	7.23%	45.63%
2009-2010	36.48%	8.31%	44.79%
2008-2009	35.01%	8.36%	43.37%
2007-2008	32.95%	7.68%	40.63%
2006-2007	34.41%	7.41%	41.82%
2005-2006	20.61%	5.07%	25.68%
2004-2005	28.95%	7.08%	36.03%
2003-2004	26.61%	6.74%	33.35%
2002-2003	24.70%	5.89%	30.59%

Source: Louisiana Department of Education website.

See independent auditor's report.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

Table 23

**History of High School Graduates
Last Ten Fiscal Years
(Unaudited)**

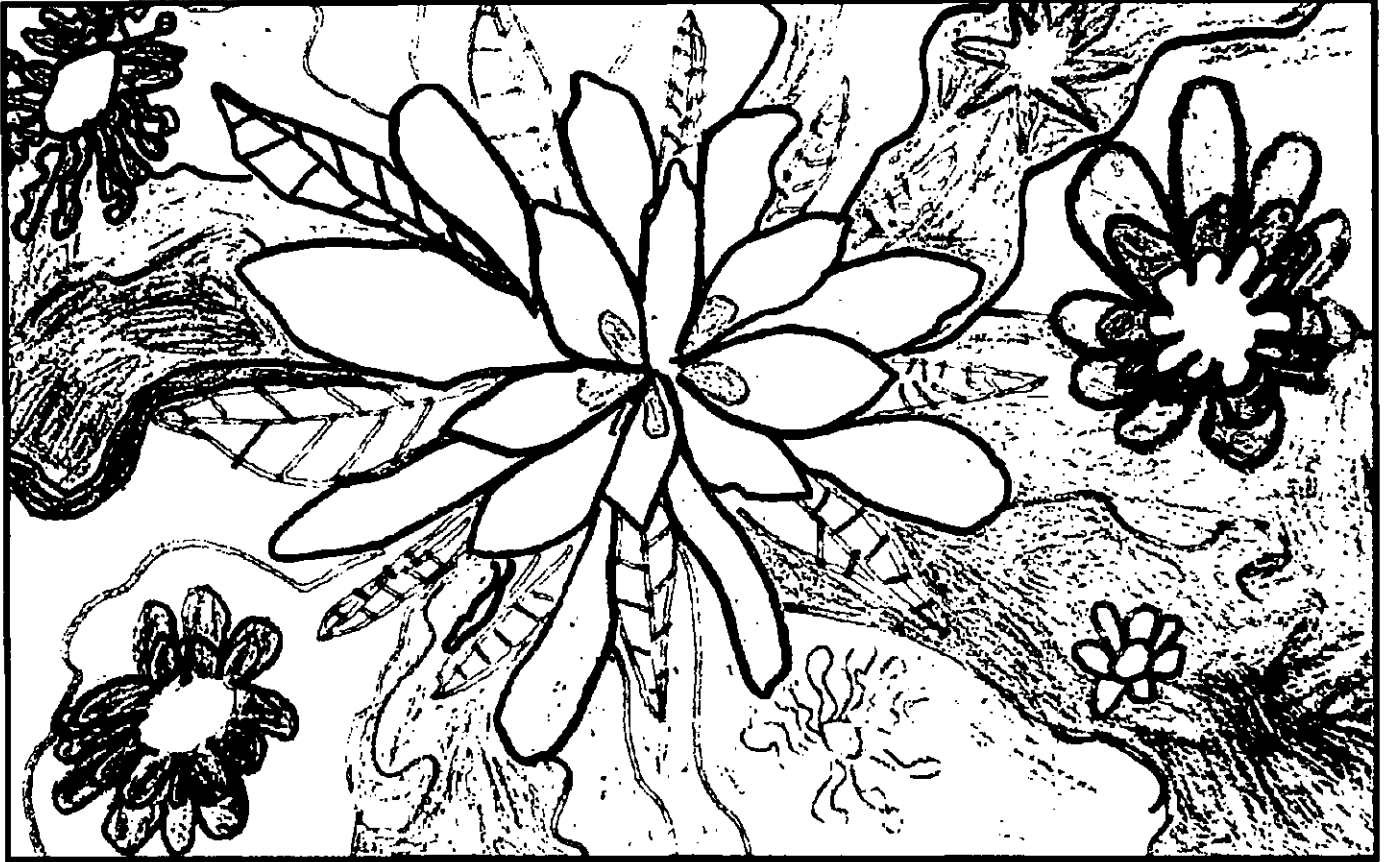
School Year	Total
2012	2,156
2011	2,227
2010	2,173
2009	2,115
2008 ***	2,199
2007 **	2,072
2006	1,994
2005	1,960
2004	1,967
2003	1,896

Source: St. Tammany Parish School Board Information Technology Department.

** Preliminary information only does not include summer school graduates.

*** Preliminary information only does not include the dropout count.

See independent auditor's report.



"Blue Magnolia"
Ethan Ricks - Grade 2
Irit Sirkes - Teacher
Abney Elementary

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

SINGLE AUDIT SECTION

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING
STANDARDS**

To the Members of the
St. Tammany Parish School Board
Covington, Louisiana

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of St. Tammany Parish School Board as of and for the year ended June 30, 2012, which collectively comprise the St. Tammany Parish School Board's basic financial statements and have issued our report thereon dated December 1, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

Management of St. Tammany Parish School Board is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered St. Tammany Parish School Board's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of St. Tammany Parish School Board's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of St. Tammany Parish School Board's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined previously.

NEW ORLEANS HOUSTON BATON ROUGE COVINGTON

An Independently Owned Member, McGladrey Alliance

The McGladrey Alliance is a premier affiliation of independent accounting and consulting firms. The McGladrey Alliance member firms maintain their name, autonomy and independence and are responsible for their own client fee arrangements, delivery of services and maintenance of client relationships.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether St. Tammany Parish School Board's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance that is required to be reported under *Government Auditing Standards* and which is described in the accompanying Schedule of Findings and Questioned Costs as item 2012 - 1.

The School Board's response to the finding identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. We did not audit the School Board's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of St. Tammany Parish School Board, the State of Louisiana, federal awarding agencies and pass-through entities, and the Legislative Auditor of the State of Louisiana, and is not intended to be, and should not be, used by anyone other than those specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



A Professional Accounting Corporation

December 1, 2012

**REPORT ON COMPLIANCE WITH REQUIREMENTS
THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE
WITH OMB CIRCULAR A-133**

To the Members of the
St. Tammany Parish School Board
Covington, Louisiana

Compliance

We have audited St. Tammany Parish School Board's compliance with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that could have a direct and material effect on each of St. Tammany Parish School Board's major federal programs for the year ended June 30, 2012. St. Tammany Parish School Board's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of St. Tammany Parish School Board's management. Our responsibility is to express an opinion on St. Tammany Parish School Board's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about St. Tammany Parish School Board's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of St. Tammany Parish School Board's compliance with those requirements.

In our opinion, St. Tammany Parish School Board complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012.

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Internal Control Over Compliance

Management of St. Tammany Parish School Board is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered St. Tammany Parish School Board's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of St. Tammany Parish School Board's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of St. Tammany Parish School Board, the State of Louisiana, federal awarding agencies and pass-through entities, and the Legislative Auditor of the State of Louisiana, and is not intended to be, and should not be, used by anyone other than those specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



A Professional Accounting Corporation

December 1, 2012

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2012**

Federal Grantor/ Pass-Through Grantor/ Program Name	CFDA Number	Pass Through Grantor Award Number	Expenditures
<u>UNITED STATES DEPARTMENT OF AGRICULTURE</u>			
Passed through the Louisiana Department of Education			
Commodities Program	10.555	NONE	\$ 1,043,821
School Breakfast Program	10.553	NONE	2,289,744
National School Lunch Program	10.555	NONE	7,120,824
Summer Food Service Program	10.559	NONE	22,783
Total - United States Department of Agriculture			10,477,172
<u>UNITED STATES DEPARTMENT OF EDUCATION</u>			
Passed through the Louisiana Department of Education			
Title I: Helping Disadvantaged	84.010A	S010A110018	7,062,415
Title I: ARRA	84.389A	S389A090018A	195,832
Total Title I			7,258,247
Title II: Dwight D. Eisenhower Enhancing Education Through Technology	84.367A 84.318X	S367A110017 S318X100018	1,547,888 94,875
Total Title II			1,642,763
Title III English Language Acquisition	84.365A	T365A110018A	115,189
Title III Immigrant Self Aide	84.365A	T365A100018A	3,592
Total Title III			118,781
Total NCLB			9,019,791
IDEA Part B	84.027A	H027A110033	8,527,748
IDEA Part B - ARRA	84.391A	H391A090033A	1,983,023
Total IDEA B			10,520,771
IDEA Preschool	84.173A	H173A110082	340,189
IDEA Preschool - ARRA	84.392A	H392A090082	122,548
Total IDEA B Preschool			462,737
Total IDEA			10,983,508
Education for Homeless Children and Youth	84.196A	S196A11019	80,000
Education Jobs Funds - ARRA	84.410A	S410A100019	163,898
21st Century CLC	84.287C	690698	677,280
Striving Readers Comprehensive Literacy Program	84.371C	S371C110045-11A	2,573
SALSA - SLPC Leadership Academy	84.027A	H027A110033	1,428
Total Other Federal			925,157
Vocational Education - Carl Perkins	84.048	V048A110018A	385,025
Total - United States Department of Education			21,313,481

See notes to schedule of expenditures of federal awards.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**Schedule of Expenditures of Federal Awards (Continued)
For the Year Ended June 30, 2012**

<u>Pass-Through Grantor/ Program Name</u>	<u>CFDA Number</u>	<u>Grantor Award Number</u>	<u>Expenditures</u>
<u>UNITED STATES DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Passed through the Louisiana Department of Education			
LA 4 - TANF	93.558	G81102LATANF	3,533,589
Jobs for America's Graduates - TANF	93.558	G1102LATANF	100,000
Early Retiree Reinsurance Program	93.546	1018700081	704,565
Total - United States Department of Health and Human Services			<u>4,338,154</u>
<u>DEPARTMENT OF HOMELAND SECURITY</u>			
Passed through the Louisiana Governor's Office of Homeland Security and Emergency Preparedness			
Public Assistance (Presidentially Declared Disasters)	97.036	FEMA-1603-DR-LA	685,657
Total - United States Department of Homeland Security			<u>685,657</u>
<u>UNITED STATES DEPARTMENT OF DEFENSE</u>			
Direct Aid			
Air Force - JROTC	12.998	NONE	68,487
Army - JROTC	12.998	NONE	204,023
Marines - JROTC	12.998	NONE	48,279
Navy - JROTC	12.998	NONE	213,881
Total - United States Department of Defense			<u>534,760</u>
<u>UNITED STATES DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Passed through the Louisiana Office of Community Development			
Community Development Block Grant	14.228	671-859	10,002,054
Total - United States Department of Housing and Urban Development			<u>10,002,054</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 47,351,278</u>

See notes to schedule of expenditures of federal awards.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2012**

Note 1. General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal awards programs of the St. Tammany Parish School Board (the School Board). The School Board reporting entity is defined in the notes to the financial statements for the year ended June 30, 2012. All federal awards received directly from federal agencies are included on the schedule as well as federal awards passed through other government agencies. The following programs are considered major federal programs for single audit purposes of the School Board:

Commodities Program (CFDA 10.555)
School Breakfast Program (CFDA 10.553)
National School Lunch Program (CFDA 10.555)
Summer Food Service Program (CFDA 10.559)
Title I: Helping Disadvantaged Children (CFDA 84.010A)
Title I: Helping Disadvantaged Children - ARRA (CFDA 84.389)
Vocational Education - Carl Perkins (CFDA 84.048)
Early Retiree Reinsurance Program (CFDA 93.546)
Community Development Block Grant (CFDA 14.228)

Note 2. Basis of Accounting

Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in the notes to the School Board's financial statements for the year ended June 30, 2012. Commodities received, which are non-cash revenue are valued at prices provided by the U.S. Department of Agriculture. Any received but unused commodities are recorded as deferred revenue until used.

Note 3. Relationship to General Purpose Financial Statements

Federal award revenues are reported in the School Board's financial statements as follows:

General Fund	\$ 534,760
Katrina Funds	5,137,619
Special Revenue Funds	<u>45,435,945</u>
Subtotal Federal Sources	51,108,324
Carryover Expenditures	<u>(3,757,046)</u>
Total Reported on Schedule of Expenditures of Federal Awards	<u>\$ 47,351,278</u>

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2012**

Note 4. Loans Payable to Federal Agency

The School Board has Federal Community Disaster Loans (the "Loan") of \$65,766,016 as of June 30, 2012. The terms of the Loan call for interest to accrue at rates ranging from 2.67% to 3.12% annually to be repaid with the principal when the Loan becomes due in 2016.

Note 5. Relationship to Federal Financial Reports

Amounts reported in the Schedule of Expenditures of Federal Awards agree with the amounts reported in the related federal financial reports, except for the amounts in reports submitted as of a date subsequent to June 30, 2012, which will differ from the schedule by the amount of receivable as of June 30, 2012, liquidated to the dates of the reports.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2012**

Section 1

Financial Statements

- | | | |
|----|--|-------------|
| 1. | Type of auditor's report | Unqualified |
| 2. | Internal control over financial reporting | |
| a. | Material weaknesses identified | None |
| b. | Significant deficiencies identified not considered to be material weaknesses | None |
| c. | Noncompliance material to the financial statements noted | Yes |

Federal Awards

- | | | |
|----|---|-------------|
| 1. | Internal control over major programs | |
| a. | Material weaknesses identified | None |
| b. | Significant deficiencies identified not considered to be material weaknesses | None |
| 2. | Type of auditors' report issued on compliance for each major program | Unqualified |
| 3. | Audit findings disclosed that are required in accordance with OMB A-133, Section 510(a) | None |
| 4. | Identification of major programs | |
| | 10.555 Commodities Program | |
| | 10.553 School Breakfast Program | |
| | 10.555 National School Lunch Program | |
| | 10.559 Summer Food Service Program | |
| | 84.010A Title I: Helping Disadvantaged Children | |
| | 84.389 Title I: Helping Disadvantaged Children - ARRA | |
| | 84.048 Vocational Education - Carl Perkins | |
| | 93.546 Early Retiree Reinsurance Program | |
| | 14.228 Community Development Block Grant | |
| 5. | Dollar threshold used to distinguish between Type A and B programs | \$1,420,828 |
| 6. | Auditee qualified as a low-risk auditee under OMB A-133, Section 530 | No |

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**Schedule of Findings and Questioned Costs (Continued)
For the Year Ended June 30, 2012**

Section 2

Financial Statement Findings

2012 - 1 Student Activity Fund Misappropriation of Assets

Criteria: Article 7, Section 14, of the Louisiana Constitution prohibits the use of public funds for private use.

Condition: During our audit, we were made aware that management identified and self-reported to the Louisiana Legislative Auditor an estimated \$2,580 in student activity funds that were allegedly misappropriated by an employee of a school.

Cause: Inadequate controls and monitoring of cash disbursements over student activity funds.

Effect: Alleged misappropriation of public funds.

Recommendation: We recommend that the principal review unopened bank statements monthly to determine that all canceled checks are proper disbursements.

Management's Response: St. Tammany Parish School Board has implemented significant changes to the internal controls at this school as of October 2012. Internal control policies and procedures are now in place to safeguard school assets, provide for reliable financial and operational reporting, and to promote efficient and effective operations.

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**Summary Schedule of Prior Year Findings and Questioned Costs
For the Year Ended June 30, 2012**

Financial Statement Findings

2011 - 1 5% Budget Variance

Condition and Recommendation: For the year ended December 31, 2011, the Katrina Special Revenue Fund total expenditures of \$16,084,941 exceeded budgeted expenditures of \$8,922,561 resulting in an unfavorable variance of \$7,162,380. Louisiana Revised Statutes 39.1311 requires governments to amend their budgets when actual expenditures are exceeding budgeted expenditures by more than 5%. Management should amend budgets when expenditures are exceeding budgeted amounts by more than 5%.

Current Status: Resolved

Federal Awards Findings and Questioned Costs

2011 - 2 Suspended or Debarred Parties (Community Development Block Grant, 14.228)

Condition and Recommendation: During our test of the Community Development Block Grant, we noted a disbursement was made to a private water and sewer company in the amount of \$32,242. A search on the Excluded Parties List System (EPLS) indicated that this company was a debarred entity. The disbursement was for a connection fee related to the construction of a school. Code of Federal Regulations 2 CFR part 180 prohibits non-federal entities from procuring goods or services from a suspended and debarred entity. The U.S. General Services Administration (GSA) publishes the Excluded Parties List monthly on a website which allows internet searches for excluded parties. Management should institute policies and procedures to ensure that EPLS searches are performed for all disbursements to vendors whom are paid from federal grants.

Current Status: Resolved

**ST. TAMMANY PARISH
SCHOOL BOARD**

Agreed Upon Procedures
R.S. 24:514 Performance and Statistical Data

June 30, 2012

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LaPorte, APAC
111 Veterans Blvd. | Suite 600
Metairie, LA 70005
504.835.5522 | Fax 504.835.5535
LaPorte.com

INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

To the Members of the
St. Tammany Parish School Board
Covington, Louisiana

We have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by the management of the St. Tammany Parish School Board and the Legislative Auditor, State of Louisiana, solely to assist users in evaluating management's assertions about the performance and statistical data accompanying the annual financial statements of St. Tammany Parish School Board and to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education (BESE) Bulletin. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants and *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Our procedures and findings relate to the accompanying schedules of supplemental information and are as follows:

General Fund Instructional and Support Expenditures and Certain Local Revenue Sources (Schedule 1)

1. We selected a random sample of 25 transactions and reviewed supporting documentation to determine if the sampled expenditures/revenues are classified correctly and are reported in the proper amounts for each of the following amounts reported on the schedule:

- Total General Fund Instructional Expenditures
- Total General Fund Equipment Expenditures
- Total Local Taxation Revenue
- Total Local Earnings on Investment in Real Property
- Total State Revenue in Lieu of Taxes
- Nonpublic Textbook Revenue
- Nonpublic Transportation Revenue

Findings:

None

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The McGladrey Alliance is a premier affiliation of independent accounting and consulting firms. The McGladrey Alliance member firms maintain their name, autonomy and independence and are responsible for their own client fee arrangements, delivery of services and maintenance of client relationships.

Education Levels of Public School Staff (Schedule 2)

2. We reconciled the total number of full time classroom teachers per the schedule "Experience of Public Principals, Assistant Principals, and Full Time Classroom Teachers" (Schedule 4) to the combined total number of full time classroom teachers per this schedule and to school board supporting payroll records as of October 1st.
3. We reconciled the combined total of principals and assistant principals per the schedule "Experience of Public Principals, Assistant Principals, and Full Time Classroom Teachers" (Schedule 4) to the combined total of principals and assistant principals per this schedule.
4. We obtained a list of full time teachers, principals, and assistant principals by classification as of October 1st and as reported on the schedule. We traced a random sample of 25 teachers to the individual's personnel file and determine if the individual's education level was properly classified on the schedule.

Findings:

None

Number and Type of Public Schools (Schedule 3)

5. We obtained a list of schools by type as reported on the schedule. We compared the list to the schools and grade levels as reported on the Title I Grants to Local Educational Agencies (CFDA 84.010) application and/or the National School Lunch Program (CFDA 10.555) application.

Findings:

None

Experience of Public Principals, Assistant Principals, and Full Time Classroom Teachers (Schedule 4)

6. We obtained a list of full time teachers, principals, and assistant principals by classification as of October 1st and as reported on the schedule and traced the same sample used in procedure 4 to the individual's personnel file and determined if the individual's experience was properly classified on the schedule.

Findings:

None

Public School Staff Data (Schedule 5)

7. We obtained a list of all classroom teachers including their base salary, extra compensation, and ROTC or rehired retiree status as well as full time equivalents as reported on the schedule and traced a random sample of 25 teachers to the individual's personnel file and determined if the individual's salary, extra compensation, and full time equivalents were properly included on the schedule.

8. We recalculated the average salaries and full time equivalents reported on the schedule.

Findings:

None

Class Size Characteristics (Schedule 6)

9. We obtained a list of classes by school, school type, and class size as reported on the schedule and reconciled school type classifications to Schedule 3 data, as obtained in procedure 5. We then traced a random sample of 10 classes to the October 1st roll books for those classes and determined if the class was properly classified on the schedule.

Findings:

None

Louisiana Educational Assessment Program (LEAP) (Schedule 7)

10. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported on the schedule by St. Tammany Parish School Board.

Findings:

None

Graduation Exit Examination (GEE) (Schedule 8)

11. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported on the schedule by St. Tammany Parish School Board.

Findings:

None

iLEAP Test Results (Schedule 9)

12. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported on the schedule by St. Tammany Parish School Board.

Findings:

None

We were not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the use of the management of the St. Tammany Parish School Board, the Louisiana Department of Education, the Louisiana Legislature, and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.

A handwritten signature in cursive script, appearing to read "LaForte".

A Professional Accounting Corporation

December 1, 2012

ST. TAMMANY PARISH SCHOOL BOARD
Schedules Required by Louisiana State Law
(R.S. 24:514 - Performance and Statistical Data)
As of and for the Year Ended June 30, 2012

Schedule 1 - General Fund Instructional and Support Expenditures and Certain Local Revenue Sources

This schedule includes general fund instructional and equipment expenditures. It also contains local taxation revenue, earnings on investments, revenue in lieu of taxes, and nonpublic textbook and transportation revenue. This data is used either in the Minimum Foundation Program (MFP) formula or is presented annually in the MFP 70% Expenditure Requirement Report.

Schedule 2 - Education Levels of Public School Staff

This schedule includes the certificated and uncertificated number and percentage of full time classroom teachers and the number and percentage of principals and assistant principals with less than a Bachelor's; Master's; Master's +30; Specialist in Education; and Ph. D. or Ed. D. degrees. This data is currently reported to the Legislature in the Annual Financial and Statistical Report (AFSR).

Schedule 3 - Number and Type of Public Schools

This schedule includes the number of elementary, middle/junior high, secondary and combination schools in operation during the fiscal year. This data is currently reported to the Legislature in the Annual Financial and Statistical Report (AFSR).

Schedule 4 - Experience of Public Principals, Assistant Principals, and Full Time Classroom Teachers

This schedule includes the number of years of experience in teaching for assistant principals, principals, and full time classroom teachers. This data is currently reported to the Legislature in the Annual Financial and Statistical Report (AFSR).

Schedule 5 - Public School Staff Data

This schedule includes average classroom teachers' salary using full time equivalents, including and excluding ROTC and rehired retiree teachers. This data is currently reported to the Legislature in the Annual Financial and Statistical Report (AFSR).

Schedule 6 - Class Size Characteristics

This schedule includes the percent and number of classes with student enrollment in the following ranges: 1-20, 21-26, 27-33, and 34+ students. This data is currently reported to the Legislature in the Annual School Report (ASR).

Schedule 7 - Louisiana Educational Assessment Program (LEAP)

This schedule represents student performance testing data and includes summary scores by district for grades 4 and 8 in each category tested. Scores are reported as Advanced, Mastery/Proficient, Basic, Approaching Basic, and Unsatisfactory. This schedule includes three years of data.

Schedule 8 - Graduation Exit Examination (GEE)

This schedule represents student performance testing data and includes summary scores by district for grades 10 and 11 in each category tested. Scores are reported as Advanced, Mastery/Proficient, Basic, Approaching Basic, and Unsatisfactory. This schedule includes three years of data.

ST. TAMMANY PARISH SCHOOL BOARD
Schedules Required by Louisiana State Law (Continued)
(R.S. 24:514 - Performance and Statistical Data)
As of and for the Year Ended June 30, 2012

Schedule 9 - iLEAP Test Results

This schedule represents student performance testing data and includes a summary score for grades 3, 5, 6, 7 and 9 for each district. The summary score reported is the National Percentile Rank showing relative position or rank as compared to a large, representative sample of students in the same grade from the entire nation. This schedule includes three years of data.

ST. TAMMANY PARISH SCHOOL BOARD
General Fund Instructional and Support Expenditures
and Certain Local Revenue Sources
For the Year Ended June 30, 2012

Schedule 1

General Fund Instructional and Equipment Expenditures

General Fund Instructional Expenditures:

Teacher and Student Interaction Activities:

Classroom Teacher Salaries	\$ 125,055,785	
Other Instructional Staff Activities	17,381,571	
Instructional Staff Employee Benefits	71,439,148	
Purchased Professional and Technical Services	270,210	
Instructional Materials and Supplies	3,477,621	
Instructional Equipment	60,551	
Total Teacher and Student Interaction Activities		\$ 217,664,886

Other Instructional Activities 393,210

Pupil Support Activities	22,768,533	
Less: Equipment for Pupil Support Activities	-	
Net Pupil Support Activities		22,768,533

Instructional Staff Services	12,219,651	
Less: Equipment for Instructional Staff Services	(20,930)	
Net Instructional Staff Services		12,198,721

School Administration	23,180,018	
Less: Equipment for School Administration	(169,419)	
Net School Administration		23,010,599

Total General Fund Instructional Expenditures \$ 276,035,949

Total General Fund Equipment Expenditures \$ 598,842

Certain Local Revenue Sources

Local Taxation Revenue:

Constitutional Ad Valorem Taxes	\$ 5,890,979	
Renewable Ad Valorem Taxes	67,819,968	
Debt Service Ad Valorem Taxes	-	
Up to 1% Collections by the Sheriff on Taxes Other Than School Taxes	2,286,488	
Sales and Uses Taxes	77,920,780	
Total Local Taxation Revenue		\$ 153,918,215

Local Earnings on Investments in Real Property:

Earnings from 16th Section Property	\$ -	
Earnings from Other Real Property	-	
Total Local Earnings on Investments in Real Property		\$ -

State Revenue in Lieu of Taxes:

Revenue Sharing - Constitutional Taxes	\$ 152,355	
Revenue Sharing - Other Taxes	1,754,121	
Revenue Sharing - Excess Portion	-	
Other Revenue in Lieu of Taxes	-	
Total State Revenue in Lieu of Taxes		\$ 1,906,476

Non Public Textbook Revenue \$ 196,165

Non Public Transportation Revenue \$ -

See independent accountant's report on applying agreed-upon procedures.

ST. TAMMANY PARISH SCHOOL BOARD
Education Levels of Public School Staff
As of October 1, 2011

Schedule 2

Category	Full Time Classroom Teachers				Principals & Assistant Principals			
	Certificated		Uncertificated		Certificated		Uncertificated	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than a Bachelor's Degree	0	0%	0	0%	0	0%	0	0%
Bachelor's Degree	1541	60%	0	0%	2	2%	0	0%
Master's Degree	823	31%	0	0%	54	42%	0	0%
Master's Degree +30	181	7%	0	0%	56	44%	0	0%
Specialist in Education	17	1%	0	0%	7	5%	0	0%
Ph. D. or Ed. D.	21	1%	0	0%	9	7%	0	0%
Total	2583	100%	0	0%	128	100%	0	0%

See independent accountant's report on applying agreed-upon procedures.

ST. TAMMANY PARISH SCHOOL BOARD
Number and Type of Public Schools
For the Year Ended June 30, 2012

Schedule 3

Type	Number
Elementary	26
Middle/Jr. High	21
Secondary	8
Combination	0
Total	55

Note: Schools opened or closed during the fiscal year are included in this schedule.

See independent accountant's report on applying agreed-upon procedures.

ST. TAMMANY PARISH SCHOOL BOARD
Experience of Public Principals, Assistant Principals
and Full Time Classroom Teachers
As of October 1, 2011

Schedule 4

	0-1 Yr.	2-3 Yrs.	4-10 Yrs.	11-14 Yrs.	15-19 Yrs.	20-24 Yrs.	25+ Yrs.	Total
Assistant Principals	0	4	13	11	15	12	17	72
Principals	1	0	9	6	13	11	16	56
Classroom Teachers	114	148	714	366	425	323	493	2,583
Total	115	152	736	383	453	346	526	2,711

See independent accountant's report on applying agreed-upon procedures.

ST. TAMMANY PARISH SCHOOL BOARD
Public School Staff Data
For the Year Ended June 30, 2012

Schedule 5

	All Classroom Teachers	Classroom Teachers Excluding ROTC and Rehired Retirees
Average Classroom Teachers Salary Including Extra Compensation	\$54,752	\$54,528
Average Classroom Teachers Salary Excluding Extra Compensation	\$53,878	\$53,666
Number of Teacher Full Time Equivalents (FTEs) used in Computation of Average Salaries	2,496	2,449

Note: Figures reported include all sources of funding (i.e., Federal, State and Local) but exclude employee benefits. Generally, retired teachers rehired to teach receive less compensation than non-retired teachers, and ROTC teachers receive more compensation because of federal supplements. Therefore, these teachers are excluded from the computation in the last column. This schedule excludes day-to-day substitutes and temporary employees.

See independent accountant's report on applying agreed-upon procedures.

ST. TAMMANY PARISH SCHOOL BOARD
Class Size Characteristics
As of October 1, 2011

Schedule 6

School Type	Class Size Range							
	1-20		21-26		27-33		34+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	63%	2,187	35%	1,251	2%	79	0%	11
Elementary Activity Classes	42%	51	45%	54	13%	15	0%	0
Middle/Jr. High	53%	2,853	32%	1,748	15%	810	0%	4
Middle/Jr. High Activity Classes	41%	312	23%	176	28%	207	8%	57
High	57%	4,557	25%	2,044	18%	1,454	0%	27
High Activity Classes	74%	664	10%	89	7%	67	9%	81

Note: The Board of Elementary and Secondary Education has set specific limits on the maximum size of classes at various grade levels. The maximum enrollment in grades K - 3 is 26 students and the maximum enrollment in grades 4 - 12 is 33 students. These limits do not apply to activity classes, such as physical education, chorus, band and other classes without maximum enrollment standards. Therefore, these classes are included only as separate line items.

See independent accountant's report on applying agreed-upon procedures.

ST. TAMMANY PARISH SCHOOL BOARD
Louisiana Educational Assessment Program (LEAP)
For the Year Ended June 30, 2012

Schedule 7

District Achievement Level Results	ENGLISH LANGUAGE ARTS						MATHEMATICS					
	2012		2011		2010		2012		2011		2010	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 4												
Advanced	324	12%	294	11%	277	10%	417	15%	355	13%	275	10%
Mastery/Proficient	891	32%	809	30%	721	26%	836	30%	733	27%	782	29%
Basic	1,227	44%	1,175	44%	1,230	46%	1,144	41%	1,179	44%	1,199	44%
Approaching Basic	234	8%	310	11%	344	13%	245	9%	280	10%	326	12%
Unsatisfactory	98	4%	118	4%	149	5%	134	5%	158	6%	142	5%
Total	2,774	100%	2,706	100%	2,721	100%	2,776	100%	2,705	100%	2,724	100%

District Achievement Level Results	SCIENCE						SOCIAL STUDIES					
	2012		2011		2010		2012		2011		2010	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 4												
Advanced	350	13%	106	4%	160	6%	89	3%	150	6%	131	5%
Mastery/Proficient	748	27%	594	22%	606	22%	660	24%	623	23%	687	25%
Basic	1,153	42%	1,438	53%	1,355	50%	1,535	56%	1,508	56%	1,454	54%
Approaching Basic	415	15%	469	17%	504	18%	322	12%	303	11%	312	11%
Unsatisfactory	89	3%	98	4%	104	4%	149	5%	121	4%	144	5%
Total	2,755	100%	2,705	100%	2,729	100%	2,755	100%	2,705	100%	2,728	100%

District Achievement Level Results	ENGLISH LANGUAGE ARTS						MATHEMATICS					
	2012		2011		2010		2012		2011		2010	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 8												
Advanced	241	9%	223	9%	161	6%	254	9%	183	7%	212	8%
Mastery/Proficient	756	27%	650	26%	604	23%	247	9%	206	8%	210	8%
Basic	1,284	45%	1,160	46%	1,157	45%	1,693	60%	1,461	58%	1,411	55%
Approaching Basic	455	16%	414	16%	579	22%	437	16%	457	18%	523	20%
Unsatisfactory	86	3%	82	3%	102	4%	181	6%	224	9%	247	9%
Total	2,822	100%	2,529	100%	2,603	100%	2,812	100%	2,531	100%	2,603	100%

District Achievement Level Results	SCIENCE						SOCIAL STUDIES					
	2012		2011		2010		2012		2011		2010	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 8												
Advanced	181	7%	78	3%	86	3%	127	5%	103	4%	73	3%
Mastery/Proficient	764	29%	734	29%	567	22%	680	25%	488	19%	510	19%
Basic	1,081	39%	1,058	43%	1,155	45%	1,378	52%	1,309	53%	1,324	51%
Approaching Basic	523	20%	462	18%	608	23%	356	13%	431	17%	422	16%
Unsatisfactory	128	5%	184	7%	189	7%	135	5%	181	7%	274	11%
Total	2,677	100%	2,516	100%	2,605	100%	2,676	100%	2,512	100%	2,603	100%

See independent accountant's report on applying agreed-upon procedures.

ST. TAMMANY PARISH SCHOOL BOARD
Graduation Exit Exam
For the Year Ended June 30, 2012

Schedule 8

District Achievement Level Results	ENGLISH LANGUAGE ARTS						MATHEMATICS					
	2012		2011		2010		2012		2011		2010	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Advanced	N/A	N/A	55	2%	76	3%	N/A	N/A	465	19%	418	18%
Mastery/Proficient	N/A	N/A	454	19%	513	22%	N/A	N/A	438	18%	550	23%
Basic	N/A	N/A	1,262	53%	1,191	51%	N/A	N/A	1,015	42%	940	40%
Approaching Basic	N/A	N/A	470	19%	405	17%	N/A	N/A	280	12%	266	11%
Unsatisfactory	N/A	N/A	177	7%	166	7%	N/A	N/A	221	9%	178	8%
Total	N/A	N/A	2,418	100%	2,351	100%	N/A	N/A	2,419	100%	2,352	100%

District Achievement Level Results	SCIENCE						SOCIAL STUDIES					
	2012		2011		2010		2012		2011		2010	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Advanced	294	13%	206	9%	131	6%	113	5%	74	3%	34	1%
Mastery/Proficient	638	28%	612	27%	516	23%	471	21%	396	18%	378	17%
Basic	924	41%	922	41%	1,036	45%	1,294	56%	1,292	57%	1,440	62%
Approaching Basic	301	13%	342	15%	446	20%	286	13%	311	14%	294	13%
Unsatisfactory	121	5%	178	8%	142	6%	114	5%	187	8%	124	5%
Total	2,278	100%	2,260	100%	2,271	100%	2,278	100%	2,260	100%	2,270	100%

Note: English Language Arts and Mathematics was dropped from the Graduation Exit Exam by the Department of Education in 2012.

See independent accountant's report on applying agreed-upon procedures.

ST. TAMMANY PARISH SCHOOL BOARD
iLEAP Test Results
For the Year Ended June 30, 2012

Schedule 9

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2012		2012		2012		2012	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 3								
Advanced	218	8%	487	18%	267	10%	56	2%
Mastery/Proficient	917	33%	824	30%	904	33%	922	33%
Basic	1,119	40%	1,019	36%	1,109	39%	1,199	44%
Approaching Basic	329	12%	279	10%	380	14%	354	13%
Unsatisfactory	183	7%	157	6%	100	4%	228	8%
Total	2,766	100%	2,766	100%	2,760	100%	2,759	100%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2012		2012		2012		2012	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 5								
Advanced	175	7%	361	14%	157	6%	143	5%
Mastery/Proficient	711	27%	521	20%	580	22%	540	21%
Basic	1,200	46%	1,250	48%	1,230	46%	1,358	52%
Approaching Basic	373	14%	302	11%	541	21%	392	15%
Unsatisfactory	170	6%	195	7%	121	5%	196	7%
Total	2,629	100%	2,629	100%	2,629	100%	2,629	100%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2012		2012		2012		2012	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 6								
Advanced	202	7%	359	13%	216	8%	366	13%
Mastery/Proficient	721	26%	584	21%	655	24%	434	16%
Basic	1,355	49%	1,377	49%	1,328	47%	1,343	48%
Approaching Basic	394	14%	266	10%	450	16%	467	17%
Unsatisfactory	113	4%	197	7%	135	5%	174	6%
Total	2,785	100%	2,783	100%	2,784	100%	2,784	100%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2012		2012		2012		2012	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 7								
Advanced	224	8%	328	12%	173	6%	142	5%
Mastery/Proficient	663	23%	517	18%	878	31%	604	21%
Basic	1,342	48%	1,425	50%	1,085	39%	1,399	50%
Approaching Basic	483	17%	397	14%	521	18%	445	16%
Unsatisfactory	114	4%	160	6%	168	6%	235	8%
Total	2,826	100%	2,827	100%	2,825	100%	2,825	100%

Note: Grade 9 iLEAP was dropped by the Department of Education in 2011.

See independent accountant's report on applying agreed-upon procedures.

ST. TAMMANY PARISH SCHOOL BOARD
iLEAP Test Results (Continued)
For the Year Ended June 30, 2012

Schedule 9

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2011		2011		2011		2011	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 3								
Advanced	213	8%	402	15%	229	8%	133	5%
Mastery/Proficient	823	30%	676	25%	685	25%	723	26%
Basic	1,161	42%	1,179	42%	1,258	46%	1,314	48%
Approaching Basic	370	13%	280	10%	442	16%	372	13%
Unsatisfactory	192	7%	222	8%	144	5%	216	8%
Total	2,759	100%	2,759	100%	2,758	100%	2,758	100%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2011		2011		2011		2011	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 5								
Advanced	161	6%	365	13%	169	6%	169	6%
Mastery/Proficient	738	27%	528	20%	596	22%	590	22%
Basic	1,191	44%	1,227	45%	1,186	45%	1,316	49%
Approaching Basic	427	16%	327	12%	607	22%	403	15%
Unsatisfactory	187	7%	260	10%	148	5%	228	8%
Total	2,704	100%	2,707	100%	2,706	100%	2,708	100%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2011		2011		2011		2011	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 6								
Advanced	138	5%	420	15%	216	8%	323	12%
Mastery/Proficient	733	26%	504	18%	690	25%	483	17%
Basic	1,385	51%	1,332	48%	1,352	48%	1,349	49%
Approaching Basic	395	14%	323	12%	415	15%	414	15%
Unsatisfactory	124	4%	196	7%	102	4%	205	7%
Total	2,775	100%	2,775	100%	2,775	100%	2,774	100%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2011		2011		2011		2011	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 7								
Advanced	256	9%	229	8%	128	5%	120	4%
Mastery/Proficient	650	24%	424	16%	611	23%	544	20%
Basic	1,181	44%	1,432	53%	1,272	46%	1,396	52%
Approaching Basic	504	19%	437	16%	498	18%	414	15%
Unsatisfactory	121	4%	190	7%	204	8%	239	9%
Total	2,712	100%	2,712	100%	2,713	100%	2,713	100%

Note: Grade 9 iLEAP was dropped by the Department of Education in 2011.

See independent accountant's report on applying agreed-upon procedures.

ST. TAMMANY PARISH SCHOOL BOARD
iLEAP Test Results (Continued)
For the Year Ended June 30, 2012

Schedule 9

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2010		2010		2010		2010	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 3								
Advanced	233	9%	348	13%	204	8%	121	5%
Mastery/Proficient	773	29%	759	29%	683	26%	700	26%
Basic	1,149	43%	1,081	41%	1,283	47%	1,308	49%
Approaching Basic	311	12%	312	12%	407	15%	368	14%
Unsatisfactory	197	7%	163	6%	107	4%	166	6%
Total	2,663	100%	2,663	100%	2,664	100%	2,663	100%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2010		2010		2010		2010	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 5								
Advanced	159	6%	406	15%	112	4%	221	8%
Mastery/Proficient	762	29%	601	22%	682	26%	536	20%
Basic	1,167	44%	1,181	44%	1,202	45%	1,300	49%
Approaching Basic	407	15%	277	10%	554	21%	375	14%
Unsatisfactory	178	7%	208	8%	122	5%	241	9%
Total	2,673	100%	2,673	100%	2,672	100%	2,673	100%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2010		2010		2010		2010	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 6								
Advanced	187	7%	224	8%	127	5%	273	10%
Mastery/Proficient	702	27%	501	19%	675	26%	409	16%
Basic	1,241	47%	1,313	50%	1,160	44%	1,339	51%
Approaching Basic	385	15%	357	14%	523	20%	422	16%
Unsatisfactory	122	5%	244	9%	152	6%	194	7%
Total	2,637	100%	2,639	100%	2,637	100%	2,637	100%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2010		2010		2010		2010	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 7								
Advanced	245	10%	238	9%	107	4%	69	3%
Mastery/Proficient	555	22%	394	16%	581	23%	480	19%
Basic	1,196	48%	1,339	53%	1,141	45%	1,383	54%
Approaching Basic	427	17%	378	15%	522	21%	389	15%
Unsatisfactory	94	4%	168	7%	163	6%	213	8%
Total	2,517	100%	2,517	100%	2,514	100%	2,514	100%

District Achievement Level Results	English Language Arts		Mathematics	
	2010		2010	
Students	Number	Percent	Number	Percent
Grade 9				
Advanced	109	4%	340	13%
Mastery/Proficient	629	23%	399	15%
Basic	1,385	51%	1,393	51%
Approaching Basic	469	17%	355	13%
Unsatisfactory	126	5%	233	9%
Total	2,718	100%	2,720	100%

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